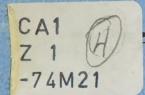


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Covernment Publications

### MACKENZIE VALLEY PIPELINE INQUIRY

IN THE MATTER OF AN APPLICATION BY CANADIAN ARCTIC GAS PIPELINE LIMITED FOR A RIGHT-OF-WAY THAT MIGHT BE GRANTED ACROSS CROWN LANDS WITHIN THE YUKON TERRITORY AND THE NORTHWEST TERRITORIES FOR THE PURPOSE OF THE PROPOSED MACKENZIE VALLEY PIPELINE

and

IN THE MATTER OF THE SOCIAL, ENVIRONMENTAL AND ECONOMIC IMPACT REGIONALLY OF THE CONSTRUCTION, OPERATION AND SUBSEQUENT ABANDONMENT OF THE ABOVE PROPOSED PIPELINE

(Before the Honourable Mr. Justice Berger, Commissioner)

Yellowknife, N.W.T. April 21, 1975.

PROCEEDINGS AT INQUIRY

VOLUME XXXIII

CANADIAN ARCTIC GAS STUDY IND. APR 2 5 1975 LIBRARY



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## TRANSCRIPT CHANGES BY CANADIAN ARCTIC GAS

AOL	PAGE	LINE	CHANGE
XXIX	3690 3691 3696 3708	20,22 29 24 26 15	"Yale" for "McGill"  "Sixalls" for "Sybils"& "Bryson" for "Brice"  "cubes"for "tubes"  "thickness" for "fitness"  "They've" for "I've"  "human" for "humid"  "buoyant" for "Point" and "loss of"  for "also"
,XXX	3709 3717 3719 3724 3732 3734 3734 3812	11 2,12,26,27 12,26	"yield" for "use"  "axial" for "actual"  "axial" for "actual"  "axial" for "actual"  should read "between 1680 and 1690 psig"  "liquids" for "leakage"  "flare stack" for "flow stack"  "70" for "7B"

347
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Vol. XXXIII

CANADIAN ARCTIC

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1	APPEA	RANC	CES:	
2			Ian G. Scott, Q.C. Stephen T. Goudge,	
3		Mr.	Alick Ryder and Ian Roland	for Mackenzie Valley
4				Pipeline Inquiry;
5			Pierre Genest, Q.C. Jack Marshall,	
6 7			Darryl Carter and John Steeves	for Canadian Arctic Gas Pipeline Limited;
8				
9			Reginald Gibbs, Q.C. Alan Hollingworth	for Foothills Pipelines Ltd.;
10		Mr.	Russell Anthony, and	
11			f. Alastair Lucas	for Canadian Arctic Resources Committee;
12		Mr.	Glen W. Bell and	
13			Gerry Sutton	For Northwest Territories Indian Brotherhood and Metis Association of the
15				Northwest Territories;
16		Miss	s Lesley Lane	for Inuit Tapirisat of Canada and
17				The Committee for Original Peoples' Entitlement;
18			Ron Veale and Allen Lueck,	for Council for Yukon Indians
19		Mr.	Carson H. Templeton,	for Environm ental Pro-
20				tection Board;
21		Mr.	David Reesor,	for Northwest Territories Association of Munici- palities;
23		16	V G' l	
24		Mr.	Murray Sigler,	for Northwest Territories Chamber of Commerce.
25				
26.				
27				

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Yellowknife, N.W.T. 1 April 21, 1975. (PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT) 3 1 MR. GOUDGE: Mr. Commissioner, 5 I think perhaps we are ready to start. Mr. Genest is 6 raady to commence with his construction panel. 7 MR. GENEST: Mr. Commissioner, 8 this is a panel consisting of no doctors; Mr. P.H. 9 Dau who has been sworn before, Mr. G.L. Williams 10 who has also been sworn before. and a new witness, 17 Mr. J.R. O'Rourke, whose qualifications, sir, appear 12 in the Appendix A to the summary of evidence which 13 has been filed-provided to the Inquiry, and I 14 wonder if I might just follow the resume concerning 15 Mr. John Richard O'Rourke, and have him sworn and 16 take you through his background qualifications. 17 THE COMMISSINER: Yes. 18 have a copy of the canned notes? 19 (WITNESS RESUMES, CONSTRUCTION PANEL MARKED AS EXIBIT 108) 20 MR. GENEST: And perhaps while 21 we are filing Exhibits, Mr. Commissioner, I might also 22 tender as an Exhibit, the list of studies and reports 23 referred to or being relied upon by this panel, which 24 also appears as part of the material as Appendix B. 25 26

(LIST OF STUDIES AND REPORTS MARKED AS

EXHIBIT NUMBER 109

30

29

27



1	MR. GENEST: I understand
2	Miss Hutchinson has copies of these. These could be
3	the next exhibits.
4	Has Mr. O'Rourke been sworn?
5	THE SECRETARY: Yes.
6	
7	JOHN RICHARD O'ROURKE, Sworn:
8	PHILIP HARVEY DAU, Resumed:
9	GUY LESLIE WILLIAMS,
10	Resumed:
11	
12	DIRECT EXAMINATION BY MR. GENEST:
13	
14	Q Mr. O'Rourke, I understand
15	that you, up until very recently at least, were
16	employed as the co-ordinator, pipeline logistics plan-
17   18	ning for the Canadian National Railway Company? WITNESS O'ROURKE: A Yes, sir.
19	Q I understand that you are
20	in the middle of a change in your duties?
21	A Yes, sir.
22	Q What are you moving to?
23	A I am moving into the
24	position of manager of Industrial Development for the
25	Mountain Region.
26	Q And you have a B.Sc.
27	from the University of Manitoba which was granted to you
28	in 1950?
29	A Yes, sir.

Q And I understand from 1950



1	to 1953, you were engaged in some geophysical explor-
2	ation and underground survey, and that you commenced
3	your service with C.N. in 1953, is that correct?
4 ,	A Yes, sir.
5	Q And we have listed on the
6 '-	Exhibit the various positions you occupied with the
7	CNR. Now, the longest period of service you had is
8	as manager of the Customer Research Service, operating
9	out of Edmonton?
10	A Yes, sir.
11	Q And in that capacity, you
12	provided technical assistance to freight sales force
13	in solving shipping problems in the design and
14	implementation of new transportation concepts, is
15	that correct?
16	A Yes, sir.
17	Q And I understand that this
18	involved the application in varying degrees, of many
19	facets of physical distribution?
20	A Yes, sir.
21	Q From 1970 to the present,
22	you have been coordinator of pipeline logistics
23	planning at C.N.R., is that correct?
24	A Yes, sir.
25	Q Could you tell me a little
26	bit more about what th at involves, sir?
27	A It began with C.N.'s
28	association on the project first spomsored by
29	Alberta Gas Trunk Line and proceeded into the original
30 1	Gas Arctic Group at which time we provided



30

1	logistics advice for the proposal that they were
2	making at that time, for a line from Prudhoe Bay.
3	Upon merger with the Northwest Project Study Group,
4	the group then became called Arctic Gas, and we have
5	continued to provide logistics advice for the system
6	which includes origins at both Prudhoe Bay and
7	Richards Island.
8	THE COMMISSIONER: But Mr.
9	O'Rourke, the C.N.R. was a shareholder in Arctic Gas
10	throughout, wasn't it? At least from the time that
11	the two groups merged and Arctic Gas came into being
12	A We were a shareholder of
13	the Gas Arctic, even before merger, sir.
14	Q Yes. And Until very
15	recently, C.N.R. was a shareholder of Arctic Gas?
16	A Right.
17	Q Just it isn't now,
18	though?
19	A No, not now, no.
20	Q Yes.
21	A No, we withdrew about a
22	year ago.
23	MR. GENEST:
24	Q And I understand, sir,
25	that your area of responsibility in connection with
26.	this particular project, was to coordinate C.N.R.
27	studies with reference to the logistics requirements
28	of the Arctic Gas Pipeline proposal?

A Yes, sir.

Q

And in that capacity,



you	gave	advice	to	Northern	Engineering	Services,
and	the	Arctic (	Gas	project?		

A Yes sir.

15 |

26,



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26.

## Dau, O'Rourke, Williams In Chief

And produced
In the course of that

WITNESS DAU: Northern Engineer-

a three-volume study entitled:

"Logistic planning gas pipeline,"
listed as No. 150 in our list of documents. Is that
correct?

A You men-

tioned three volumes. There are actually four volumes.

Q Now if I might turn to Mr. Dau, perhaps Mr. Dau, you could explain very briefly what was the assignment of Northern Engineering Services in connection with the construction plan with which we are going to deal for the next few days?

ing was assigned the responsibility of developing a construction plan for Arctic Gas' approval that would allow construction to be completed in a reasonable period of time, that would be consistent with good pipeline construction practice, and have regard for the interests of the people of the north and maximum protection of the environment.

Q Now, Mr. Dau, I understand that this plan is contained in Section 13-A of the application.

A Yes sir.

Q And if we look at the index, it consists of an introductory section, a schedule, a section on logistics, project control, construction resource requirements, construction procedures, and a pressure field testing procedure. Is that correct?



# Dau, O'Rourke, Williams In Chief

1	A Yes sir.
2	Q And were you responsible
3	and did you oversee the drafting and the statements
4	that are contained in Section 13-A of the application?
5	A Yes sir.
6 .	Q If I could turn then
7	to the schedule, the construction schedule, Mr. Dau,
8	perhaps you can elaborate on the schedule that you have
9	laid out. I understand that there have been some chan-
10	ges and perhaps you can give us a discussion on that.
11	A Fine, sir. First, with
12	respect to the construction plan. Since filing of the
13	application the construction schedule as originally
14	filed has been revised to reflect a one-year delay
15	in the start of construction activities and startup
16	of the system. I'm going to ask Mr. Williams to put
17	on a view graph.
18	Q I'm going to ask him
19	to focus what are we showing on the view graph now,
20	sir?
21	A Under this revised
22	schedule, surveying, installation of support faciliti-
23	es and installation of construction communications is
24	planned to start in the summer of 1976. The pipeline
25	right-of-way clearing toommence during the winter of
26.	'76-'77.
27	Q Let me go back just a
28	moment, Mr. Dau. That is not the plan as filed. The
29	plan as filed called for pipeline construction to

start the winter of '76-'77, is that correct?



## Dau, O'Rourke, Williams In Chief

1	
2	A That's correct.
3	Q The revised plan calls
4	for a start in '77-'78.
5	A Yes sir.
6	Q And we'll get to what
7	we consider a realistic plan at this date a little
8	later.
9	A Yes sir. That's the
10	machine clearing right-of-way in the winter of '76-'77.
11	Q Now, we got an overlay,
12	A The hand clearing of
13	the right-of-way starts in the summer of '76-'77. The
14	material and equipment required north of Fort Simpson
15	would be shipped by Mackenzie barge from Hay River and
16	stockpiled in the summer of '77.
L7	Q That's again according
r S	to the revised plan?
19	A Yes sir. Pipeline
20	installation would start in the winter of '77-'78, and
21	continue in southern areas during the summer of '78.
22	Pipelaying would continue during the winter of '78-'79
23	Q Let's go back.
24	A I'm afraid he
25 1	Well
26.	THE COMMISSIONER: Well, should
27	we be listening to you, Mr. Dau?
28	A I think you better be
29	listening to me, sir. Why don't you put them all on,
30	Les? Pipe installation would start in the winter of



# Dau, O'Rourke, Williams In Chief

2 | 3 |

26.

1977-78 and continue in southern areas during the summer of '78. Pipelaying would continue during the winter of '78 to '79, to complete the system to the Mackenzie Delta and during the winter of '79-'80 to complete the Prudhoe Bay lateral.

MR. GENEST: Q Well, that's '78'79 to the Mackenzie Delta.

A Yes sir.

Q '79-'80 to Prudhoe Bay.

A That's right. Compres-

sor station installation will start in the summer of '78 and continue as required.

 $\Omega$  '78, your little chart here says '77. Which is right?

A '77 is correct, sir.

Q All right, so we should

now stop listening to you and read the chart.

Was done Sunday afternoon. Under this schedule gas deliveries would commence from the Mackenzie Delta area in the summer of '79 and from Prudhoe Bay in the summer of 1980. While we are satisfied that the schedule described is feasible, it's attainability is dependent upon substantial financial commitments required for critical items such as barges, tugs, wharves and communications facilities and logistics equipment. Based upon presently ascertained lead time requirements, it would be necessary for such commitments to be made starting in mid-1975 in order to



# Dau, O'Rourke, Williams In Chief

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accomplish this schedule. We are advised by Arctic Gas that it is unlikely that any such substantial financial commitments will be made prior to obtaining the necessary regulatory approvals. In such circumstances, then, without reduction of lead times mentioned earlier, a schedule for construction of the pipeline will likely be delayed by a year. North of 60 degrees, that would mean a start of pipe laying in the winter, of '78 to '79, and a corresponding shift in the dates for all other scheduled activities.



S

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1	This passes we will be a
	This assumes regulatory approval
2	would have been granted by the end of '75, or very
3	early in '76. Based upon what we now know, regulatory
4	approvals are not received until early '76, then a
5	construction schedule for the pipeline commencing
6	north of the 60th Parallel in the winter of '78-79
7	appears the most practical.
8	Q Well now then, can we
9	sum this up from this point in time, what you're
10	telling us is what appears at this time to/the most
11	likely or feasible schedules?
12	A That's correct, sir.
13	Q And what would that do to
14	the dates that we've just had on the revised
15:	A Outside of the group up it would
16	add one year.
17	Q schedule?
18	All right.
19	THE COMMISSIONER: Mr. Dau,
20	forgive me, in the application, the pipe in the
21	application filed in March of 1974, you were to begin
22	laying pipe in the winter of '76?
23	. A Yes, sir.
24	Q Is that right?
25	A '76-77.
26.	Q Mr. Horte sent a letter
27	to the Minister that the Minister sent along to me,
28	a few months ago, that said that those dates were
29	to be set back a year. And that would mean that pipe
- 11	

would commence to be laid in the winter '77, and



1	your presentation here proceeds on that assumption,
2	except that in the last paragraph that you read, you
3	are suggesting that laying of pipe really will not
4 .	commence until the winter of '78?
5 1	A That is correct, sir.
6	MR. GENEST:
7.	Q And the
3	A I think I'm correct, there
0 1	was a revision in the filing. We changed it from
10 ;	176.
11	Q I think that's what Mr.
12	Commissionerwas referring to, the letter to the
13.,	Minister.
14	THE COMMISSIONER: Yes.
15 ,	MR. GENEST:
16	Q Extending the application
17 !	dates by one year, and what we are now saying, sir,
13,	is that realistically we are probably looking at a
19 1	further extension of one year from that, and
20	that applies to all of the dates we've been talking
21	about?
22	A That's correct.
23	Q Moving then, sir, to the
14 .1	details of the construction plan, could you discuss
25 🖟	that with us?
16,	A Yes, the chart on the
7	view graph right now is extracted from 13A, and
3	first with respect to the chart in the lower right
9 1	hand corner, there's a code to indicate the time

schedule in dashed and solid lines and so on, depending



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30

1	upon what year it's
2 '.	Q It's hard for us to
3 ;	read that. May be we could ask
4	A Yes,
5	Q What chart is it in
6	Section 13A? Sorry to take up this time, sir, I had
7 ;	expected to have some time this morning to coordinate
8 !	and the airlines didn't cooperate.
9 ;	A It's under the tab schedule
10	and it's
11	Q That's Exhibit 66, that's
12	the Fort Simpson amendment.
13	A And it's about behind the
14	third pink sheet. It reflects the revisions at
15 %	Fort Simpson, of course.
L6 ¦	As I said, on the lower right
17	hand corner, first there's a dashed line that indicate
18	the direction of construction of any particular
19 i	spread, and then it goes into four lines that indicate
10	the time frame in which the construction will take
21	place. First winter, second winter, first summer,
22 1	and third winter.
3	Q That sir, is the first
1	map that appears in Exhibit 66 under 13-A construction
5 1	plan.
26.	A At the top of that chart,
27	there are a series well first, the large letters
75	

indicate the spread designations. At the top of

the chart is an indication of the mileage that the

spreads will construct, and for example, if we can go



to Spread B, you will note that it is planned to
Spread B will construct 148 miles in two winter
seasons. Spread B would then move for the third
winter season actually into Alaska, and construct in
Alaska.

Some of the spreads, again as an example would be spread -- pardon me, Spread G which works in Northern Alberta for a total of 150 miles in two winter seasons. Also, constructs 127 miles in southern Alberta on the delivery lateral that goes to Kingsgate.

THE COMMISSIONER: Sorry, you've lost me there. Take, for example, Spread G.

A Yes, sir.

Q You say that they would move from one location to another, is that it?

A Yes, sir. It would work, the first winter season in Northern Alberta and construct approximately 75 miles; would then move to Southern Alberta on the lateral to Kingsgate, construct 127 miles, and move back to the same previous area, and in the second winter construct another 175 miles. Half of that, I'm sorry, 75 miles, I'm sorry.

And then --

Q I see, and B would start south of Mackenzie Delta and then move to the North Slope, and then back to the --

A No, sir, it's what we call a dedicated spread to the north, because the distance it has to move is too great to be effective



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1	in the south, so it works one winter at its location
2 "	shown south of the delta, and is parked during the
3	summer, works the second winter and then in the second
4	summer is moved by barge over to the Arctic Coast and
5	constructs in Alaska.
6	THE COMMISSIONER: I follow
7	you.
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14 ,	
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17 ;	
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### Dau, O'Rourke, Williams In Chief

26.

 $\Omega = \frac{\text{MR. GENEST:}}{\text{Sir, do these illustrate}}$  what is shown in the detailed map sheets contained in the exhibit?

utilizing nine pipeline construction spreads in a 17-month time period encompassing two winters and one summer construction season to install the 2,137 miles of pipe necessary for startup deliveries from the Mackenzie Delta. Five of these spreads work two winter seasons and one summer season, and four spreads remain in the north and only work two winter seasons, and that would be spread B in this case.

This results in 18 winter spread seasons being available to install the 1,402 miles of pipe planned for winter construction, and five summer spread seasons being available for 735 miles of summer construction. Winter construction seasons range from about three months' duration in Central Alberta to 4 1/2 months' duration in the Inuvik area, an average of about 3 3/4 months. The average required winter production from a spread is therefore about 21 miles per month. Similarly, summer construction seasons average about 5 1/2 months resulting in a required summer production of about 27 miles per spread per month.

We have a series of view graphs that indicate how these spreads move and how the construction is accomplished.

A Yes sir, it's just a



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different method of presenting them in sequence, and we thought it might help.

The information shown in red means that that facility is under construction.

If it's shown in black, it means that it is constructed.

This first chart is for the summer of 1976.

O The summer of 176 according to what schedule?

A The plan that is

presently filed, sir.

Q The plan that is filed, unrevised, so we have to up-date that two years to --

A One year.

Q One year, '77.

A Under the plan that is

presently filed, the summer of '76 there's some activity related to stockpile sites under construction. The next one, please, Les.

In the winter of '76 you will note that there is, I believe, one or two more that come under construction, still only related to stockpile sites. In the summer of '77 some of the stockpile sites have been completed ready to accept material by barge, and others are now under construction.

Q And they are scattered throughout there. You have some in the delta, some in the middle section of the Mackenzie, and some in the more southerly sections, they are scattered.



### Dau, O'Rourke, Williams IN Chief

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A Yes sir. This all relates to trying to complete the pipeline from

Richards Island to the 60th Parallel in the shortest time frame.

In the winter of '77-'78 there are now activities relating to the pipe installation as shown in red on the route.

Q Those red lines there are for pipeline under construction in that season.

A Yes sir, in the winter

Q There is no pipe completed during that season.

A No sir.

Q Does it show more compressor stations or -- I'm sorry, stockpile sites completed than the previous slide?

A I believe so but I would have to check the individual numbers.

In the winter -- in the summer of '78 the pipeline that was under construction the previous winter is complete and we have now started construction activities on the four compressor stations that are shown as a red square, the numbers are M-03, M-07, M-II, and M-IS.

Q Now so the record will be clear, can we just have a general description of the areas in which in that season the pipeline will be complete, just roughly? We see a section just

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# Dau,0'Rourke,Williams In Chief

1	
2	north of Fort Simpson and going to where is that
3	the Willowlake River? Or can anybody help me?
4	Well at any event south of Fort Norman.
5	A Yes sir, south of Fort
6	Norman.
7	Q South of Fort Norman,
8	and then there is more pipeline complete, you go
9	all the way north of Norman Wells
10	A To Fort Good Hope
11	essentially.
12	Q to Fort Good Hope.
13	A And generally from
14	Inuvik to Richards Island.
15	Q Well, doesn't it con-
16	tinue north of Fort Good Hope?
17	A I gues <b>s</b> that's Thunder
18	River, yes, it would be north of Fort Good Hope, that
19	would be near Thunder River, the completion of that
20	section of the pipeline.
21	Q Then you have a section
22	complete down from the delta to about Inuvik.
23	A Yes sir.
24	Q Right.
25	A In the winter of '78-'79
26.	there is construction activity on the remaining
27	sections of right-of-way. The compressor stations
28	are still under construction and we've started acti-
29	vities on the stocknike sites on the lateral that

vities on the stockpile sites on the lateral that

goes to Prudhoe Bay.



# Dau, 0'Rourke, Williams In Chief

A Yes sir. All pipeline

	in chief
1	
2	In the summer of '79 the
3	previously mentioned compressor stations, M-03, M-07,
4	M-II and M-I6 are complete. We have started construc-
5	tion on compressor station M-05, M-09, M-13 and M-17
6	on the mainline from Richards Island to the 60th
7	Parallel, and also on the two stations, CA-05 and CA-09
3	on the Prudhoe laterd. The stockpile sites on the
9	Prudhoe lateral are now complete.
10	In the winter of '79-'80 we
11	are continuing work on those compressor stations that
12	I previously mentioned.
13	Q The pipeline then is
14	at least from the delta essentially completed.
15	A Yes sir,
16	Q You are in the course of
17	constructing the Prudhoe Bay legs, supply legs
18	A Yes sir, and
19	Q You're still building
20	compressor stations.
21	A Yes sir, six of them.
22	In the summer of 1980 there
23	are additional compressor stations, M-04, M-08, and
24	M-12.
25	Q Sorry, could you leave
264	that on just so we can drink that in? The pipeline
27	itself then is essentially laid to the Alaska border.

installation is complete at this stage.

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Q And are you in a position to operate?

A Oh yes, we were in operation from Prudhoe and have been in operation a year, from the delta.

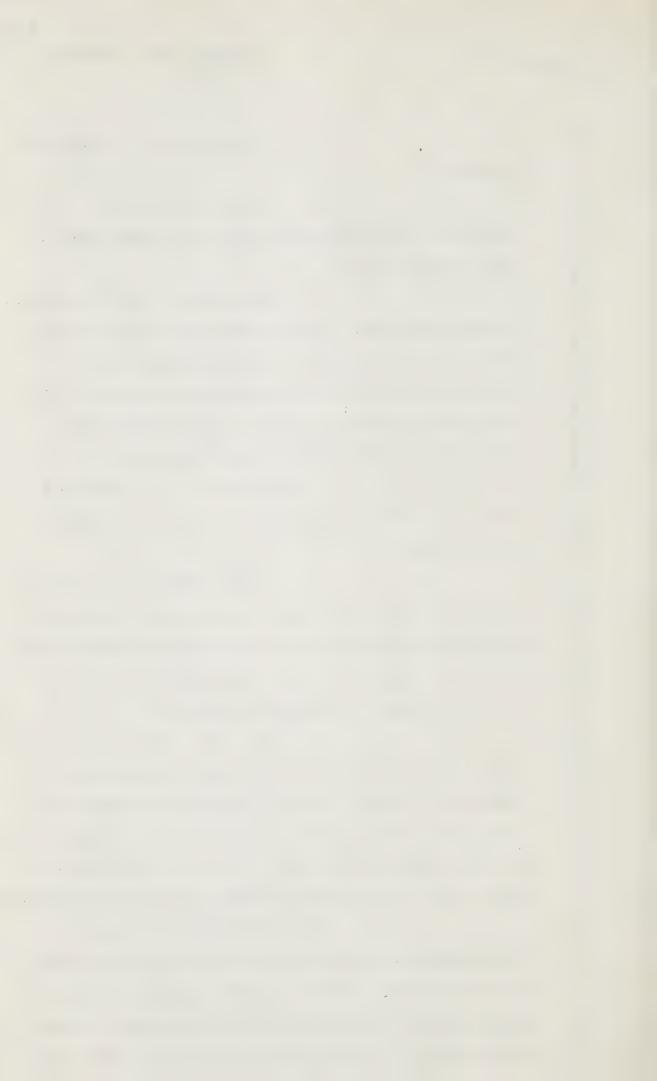
In the winter of '80-81, there's one more compressor station under operation and it's NE-16 near Fort Simpson. The reason that one is de layed is because it has permanent access and it's not necessary to move material by barge down the river, so the start can be delayed slightly.

In the winter -- or summer of '81, all of the compressor stations are still under construction.

These compressor stations, these additional compressor stations, Mr. Dau, that are still in the course of construction at that period of time, are put there, as I understand it, as a -- as the gas volume, throughput increases?

A Yes, sir. There's one more chart at which all of the compressor stations are completed, at which time the system from Travaillant Lake to the 60th Parallel is capable of handling four and a half billion feet a day, and that's the last chart in the summer of 1982, they are all installed.

THE COMMISSIONER: Just so that there's no misunderstanding, all of these charts are on the basis that the present application were to go forward, but given that last paragraph that you read earlier, we are to add one year to all the dates



appearing	on	all	the	charts?

A That's correct, sir.

Q And add two years to all the dates in the application as originally filed in March, '74?

A Yes, sir.

Q All right.

A The construction plan is based on each spread having sufficient equipment, supplies and construction labour to achieve a production rate of one mile per working day of winter construction and about one and one-quarter miles per working day of summer construction.

Monthly rates are about 30 miles for winter and 38 miles for summer construction are possible. In the event delays are encountered during construction, the schedule provides latitutes so as to allow for construction to be completed within the same overall time frame, without disruption to the physical or living environment. It has allowed for a considerable number of non-productive days.

#### MR. GENEST:

Q Could I then discuss with you, the logistics, that is, as I understand it, the quantities of material that you will be needing and how you will be moving them?

A fine, sir. The construction plan for the project will require the movement of large quantities of pipe, fuel, compressor station materials, contractors' equipment and camps,



Q But the -- I'm taking the

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1	and other miscellaneous items. This particular view
2	graph shows the tonnage to be transported in Canada,
3	north of the 60th Parallel, again with the '77-78
4	start of pipeline installation.
5	Q Again to which in view of
6	your evidence to day, we should add a year?
7	A Right, sir.
8	Q Fine.
9	A Barge shipments are ship-
10	ments that go down the Mackenzie River. These ship-
11	ments go into Hay River by rail and truck and then
12	are barged down the river. The road shipments are
13	the shipments that go into Hay River by rail or truck
14	and then are trucked on the Mackenzie Highway to the
15	general Fort Simpson area, and are destined to the
16	area between Fort Simpson and the 60th Parallel, and
17	the total is some 1.9 million tons.
18	Q That is/all materials?
19	A That is all materials,
20	sir.
21	The second chart lists by years
22	the classification of material.
23	Q Perhaps you could leave
24	us perhaps we could read these do you have
25	totals there?
26	A It would be the same as
27	the the total would be 1.9 million tons, sir. I
28	don't have a total column.

item pipe, for instance, your 409,000 --



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1	A It's a little over a
2	million, 1.1 million tons.
3	Q Tons, in one year, the firs
4	year, 475,000 in the second and 213,000 in the
5	third year, and we add those up to get the total
6	tons of pipe, do we?
7	A Yes, m'hmm.
8	Q And you've broken down
9	your classification of fuel, methanol, compressor
0	station, contractor equipment, camp what comes
1	under camp?
2	A That's camps for the con-
3	tractors' work forces.
4	Q What's included in that?
5	A Oh, it would be all the
6	camp facilities, the generating, water and sewer
7	plans, the dining rooms, recreation trailers, bunk
8	trailers, living quarters, office trailers.
9	Q And then you have that
0	handy classification called "Other" which you have
1	defined; it includes cement and reinforcing sheets,
2	block valve assemblies and so on, as set out in the
3	chart, does it?
4	No?
5	A I beg your pardon, sir?
6	Q I see Mr. Williams shaking
7	his head.
8	WITNESS WILLIAMS:
9	A That should be steel

Q Cement and reinforcing steel



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significant.

Q The other items are substantially in absolute quantities?

A Yes, sir.

And/section from Richards Island to the Mackenzie Delta crossing near Fort Simpson, will require about 950,000 tons of material and equipment to be moved in support of the two winter construction seasons that are planned for this section of the line.

As I said, this material will be moved by rail and truck from origin to the Hay River-Enterprise area, and then by Mackenzie River barge to construction stockpile sites.

For the section between Fort Simpson and the 60th Parallel, all equipment and materials would -- will be transported from Hay River-Enterprise by Mackenzie Highway and winter road to the construction stockpile sites, and that was the total of 247,000 tons that was on the previous chart.

South of the 60th Parallel, all materials and equipment will be moved by combination of road and rail transport.

All materials and equipment required for the Prudhoe Bay lateral in Canada between the Alaska border and Travaillant Lake junction, will be moved by rail and truck to the Hay River-Enterprise area, and then by barge to construction stockpile sites.



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personnel north of the 60th Parallel, has been developed on the basis that personnel from southern Canada will be transported from Edmonton by air to the nearest suitable air strip, servicing a construction camp.

Canadian Pacific Limited, C.P., and Camadian National Railways, C.N., were retained in January, 1973 by Northern Engineering. A specific assignment given to C.P.-C.N. was to analyze the logistics requirement associated with the construction of the planned gas pipeline system. It was also those studies that were incorporated in Section 13.a.3 of the application material.

Q I would like to interrupt here if I might, Mr. Dau, and ask Mr. O'Rourke a few questions about the logistics discussion that occurs at Tab 3 of Section 13.a, which is Exhibit 55.

THE COMMISSIONER: Before you do that, Mr.Genest, might I just follow up something?

MR. GENEST: Please,

sir.

#### THE COMMISSIONER:

Q Mr. Dau, we saw a movie here on Friday, Mr. Dau about the building of the CANOL line 30 years ago. Some of the equipment and some of the material for that line was brought from Edmonton north by the road and by water, it was before that railway was built to Hay River. But some of the material was brought up through Skagway and then to Whitehorse.

Now, there is a highway being



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built from Dawson to the Mac kenzie Delta, the
Dempster Highway. The Arctic Gas, I take it, does
not intend to make use of the Dempster Highway to
supply construction equipment and materials for the
building of the Prudhoe Bay leg, or any other section
of the pipeline? Is that right?

A Mr. O'Rourke can probably respond to this much better than I because he was involved in the detailed studies of investigating that route.

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## Dau,O'Rourke,Williams In Chief

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Q I certainly

want to hear from Mr. O'Rourke, but the answer is -

A The answer is
"No", sir. If the interior route were selected,
there would be some use, as I understand it, of the
Dempster Highway.

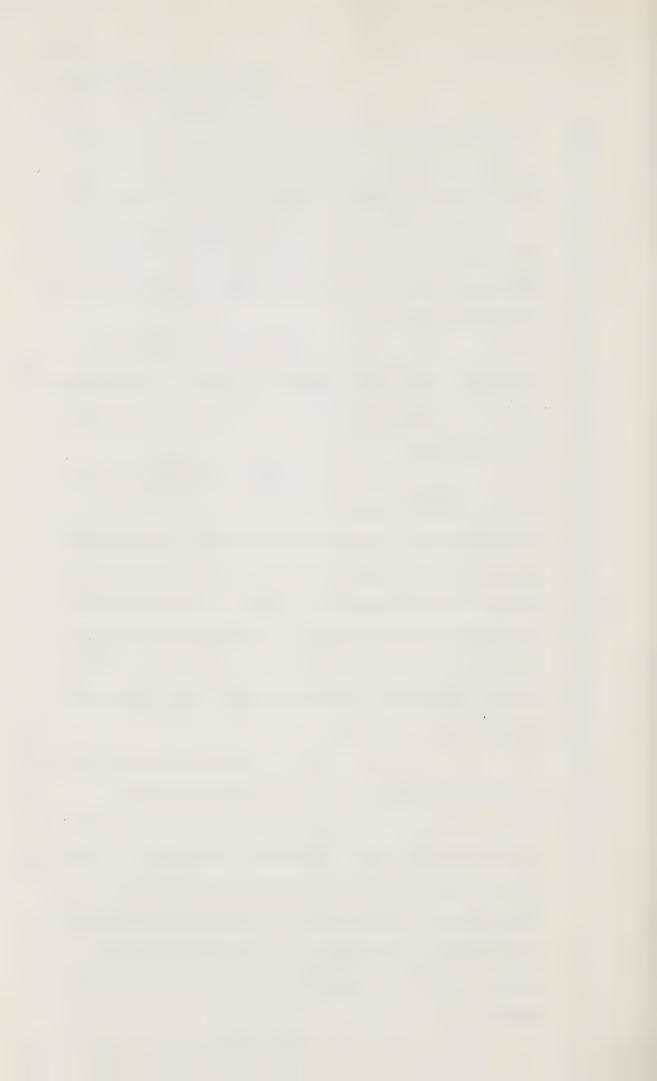
MR. GENEST: Q Well, Mr.

O'Rourke, while that question is fresh in our minds, can we talk about the use of the Dempster Highway in your planning.

WITNESS O'ROURKE: I'd just like to qualify that by saying that we have always recognized that route through Skagway and Whitehorse and up over the Dempster as a viable route, but because of the selection of material origins and the transportation costs that we have been working with up until now, the route has not been used. But we haven't rejected it as a route that could never be used.

Q Could you explain that a little more? You say the selection of costs.

A Well, as it stands now, we are assuming pipe, the major commodity, and fuel, would originate in Canada and be routed through Edmonton or at least as far as Edmonton. Now from that point to get that material up into the Mackenzie Valley, the more feasible routing is via Hay River and on.



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got it to Edmonton, we all have to --

Α Later on down the road if for any number of reasons some of that pipe was to originate offshore, then it's feasible to think of the pipe coming by ship to Skagway and moving on up over that route into the lower end of the Mackenzie Valley, if you will. It's one of the routes that could be used.

The panel we had last 0 week, Mr. O'Rourke, discussed the supplying of pipe from a number of sources -- Stelco, of course, was one; but Japanese sources 'pipe were considered. you were to use Japanese pipe then the Skagway-Whitehorse-Dempster Highway route would make some sense, would it, or -

Well, physically it's a route that can be used, but its use down the road will be governed by what the various carriers submit by way of cost or prices for moving materials. the combination of ship plus rail or highway beyond Whitehorse beats out the alternatives, particularly going into the delta, going around via the Bering Sea route, then it is a route that we feel could be used.

Well, if you go via 0 Skagway and go by sea to Skagway, then over that railway, the White Pass & Yukon, and then the only way to get from Whitehorse to Mackenzie Delta is by road, isn't it?



#### Dau, O'Rourke, Williams In Chief

1	A Right.
2	Q No one has suggested
3	building a railway there?
4	A No, I didn't intend to
5	suggest a railway. The reason I said "railway or
6 ;	highway" at the same time is that they are building
7	a highway now from Skagway to Whitehorse.
8	Q Oh yes.
9	A Portions of it exist,
.0	but they're finishing the little chunks that are
1	that haven't been until now.
2	Q Now, the other aspect
3	of this is that the C.N.R. isn't in the picture if you
4	take that route, I assume.
5	A That's right.
6	Q What about the winter
7	road, the use of a winter road over the Dempster route
8	prior to the completion of the all-weather highway,
9	is that something that has been considered or would
0	that be considered? What I'm getting at is would the
1	use of the Dempster route depend on the completion of
2	the all-weather highway, or could the winter highway
3	the winter road be used?
4	A I can back up and say
5 :	that perhaps three years ago we used to consider the
6 ,	Dempster route with a piece of snow road in the middle
7	being a route option, if you will, for getting into
8	Arctic Red and Fort McPherson area. All that's put
9	on it is the restraint that you could only use the

route in the wintertime and you had to pay the price.



#### Dau, O'Rourke, Williams In Chief

But it was a route that we considered to be viable in physical terms. The planning with the passage of time now, it looks as if that highway will be done when the pipeline construction goes ahead, and it comes back to being a case of economics mainly, in the selection of the route.

MR. GENEST: You mean tariffs charged by carriers?

A Yes, in combination with this aspect of whether the pipe originates in Canada or offshore.

Q What's the other option?

Let's assume that the pipe originates in Japan, apart from the Skagway-Dempster Highway alternative, what would you weigh against it? Where would the pipe go?

A You would probably have

two or three options. ONe would be a direct shot from Japan into the mouth of the Mackenzie.

Ω That's going around Point Barrow.

the method the Aleyeska people used for delivering some of their pipe to Prudhoe Bay. You have another option of taking the pipe from Japan over to a West Coast port and we would say Vancouver in this instance, transferring the pipe from ship to barge, and then barging up the coast via Point Barrow, which has also been done for Prudhoe Bay. Then you have a third option, and again all of these three are options to the Skagway. The third option would be a ship discharged



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at Vancouver, rail-moved to Hay River, and barge-moved down the river. So in this sense there are four ways that we've just talked about for getting pipe into the Mackenzie Delta.

THE COMMISSIONER: Thank you.

MR. GENEST: Q And of course

I take it a good deal of that would depend on where the ultimate source of the material turns out to be.

A Right.

Q I just wanted to talk

about the Mackenzie Highway for a moment, as discussed in the logistics section. What use of the highway is contemplated in the logistics plan that you worked on?

have evolved to this point in time, based on prices that we have received from the various carriers, both rail -- well, not so much rail, but barge and truck, leads us to conclude that the barging carrier will be the major one used. In our planning we have left the assumption stand that the Mackenzie Highway would be complete to Fort Good Hope by the time we wanted to start moving materials down-river, and the selection process, if you will, that picks on the barging route is based entirely on the cost of moving materials into the construction stockpile, barging seems to be the preferred method on the basis of cost.

Q So that assuming that the highway -- well, let me break it down -- up to Fort Simpson, what does your plan do with reference to



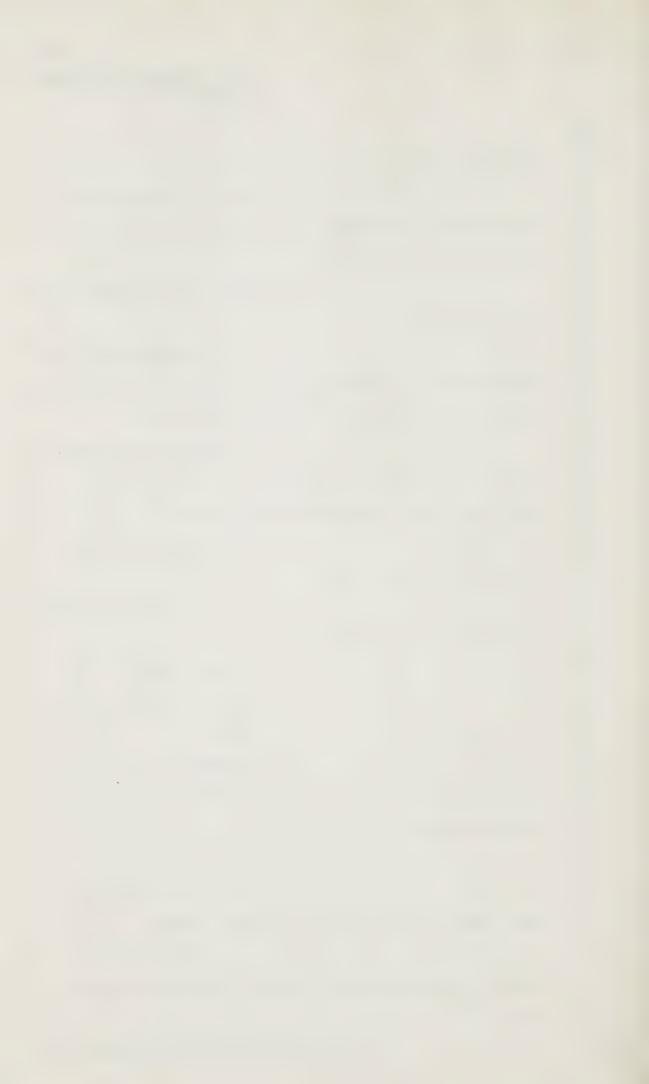
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## Dau, O'Rourke, Williams In Chief

	In Chief
the highway?	
	A We use that highway.
That highway exists t	today and barging really is not
an alternative there.	
	Q Well, it's complementary,
you use both.	
	A It's complementary, but
again mainly on the b	casis of economics, trucking as
far as Fort Simpson i	s a better alternative.
	Q So north of Fort Simpson
where the highway is	planned to go, what do you
what does your plan o	contemplate using?
	A Right now we plan on
using barges.	
	Q And the reason for that
is what? Economics	or
	A Economics only.
	Q Economics only?
	A Yes.
	Ω So that even if the
	built, it will not affect your
logistic plan.	
	A That's right.
	Q And if it is built, it
vill provide extra cap	pacity, is that fair?
	A It provides little
	han what we have with barging
only.	

THE COMMISSIONER: Excuse me,



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Mr. Genest. Would you mind summarizing for my benefit what that all meant?

#### MR. GENEST:

As I understand it, sir,

the planning calls for use and availability of the Mackenzie Highway up to Fort Simpson. North of Fort Simpson the view of the applicant, as I un derstand it expressed, adopting the views of our transportation consultants, is that the transportation will be by barge, so that we do not rely upon the presence of the highway, which is of course not yet constructed, for transportation north of Fort Simpson. If the highway should be in existence, it would provide room—an alternative but it is not essential. If it is not built, it does not affect the construction planning made. Have I summed that up fairly, Mr. O'Rourke?

A Yes sir.

THE COMMISSIONER: Mr. O'Rourke,

if you are transporting say pipe from Hay River, let
us assume it is brought by rail to Hay River, is it
intended the pipe should be destined, say, for Fort
Simpson, so we have a route where the highway and the
water route are both available to you; pipe destined
for Fort Simpson will be shipped from Hay River by
-- some of it by water and some of it by road or
will the pipe be shipped solely by water, or solely by
road? I'm getting at, are some of these things only
-- can only be carried by water and some only by road,
that kind of thing?

A It isn't quite that.



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There is an interface between what can be hauled by truck and what can be hauled by barge. The interface is gauged by costs, and right now that interface falls in the general Fort Simpson area. Certainly anything going along the Mackenzie Highway to where the pipeline crosses and goes south, that is obviously going to be a truck move; the barges cannot compete with that.

MR. GENEST: It's cheaper to go by truck, is that what you're saying?

A Yes.

Q Up to Fort Simpson.

A In that Fort Simpson

area. The reason I'm having difficulty here being specific is that without the benefit of competitive bidding from the two types of carriers, we have to go by published rates, and our best estimates of what they might bid. The published rates for the barging operators, they have a price in there now that is equivalent to about 10¢ a ton mile for delivering pipe to Fort Simpson; and we know that the truckers are in very close to that number, and in a competitive situation they can probably come in a little bit lower and take some of the traffic that would go to Fort Simpson. They may even try to cross the river and go a little bit farther down-river, but as you go downriver then the barge operators cost, his rates come quite a bit lower than the trucker.



So, as it stands now, the change-over from certainly anything going south of the Mackenzie Highway in the Fort Simpson area, -- I don't see an alternative. It's got to go by truck.

But north of there, you have the choice of barge and truck, and it's right in that area where down the road a piece, there will be a decision made as to where the trucking will stop and where the barging will commence, and I am not exactly sure whether that point is going to be on the north side of the river or the south side of the river.

But as we have put our plans together now we have said that the trucking industry would handle pipe over it as far as wherever the pipeline crosses the Mackenzie River. From there on, the barging operators would handle it.

THE COMMISSIONER: Oh, I see.

What's the name of that crossing?

A It used to be called the Burnt Island Crossing.

WITNESS DAU: It's just the Mackenzie Crossing east of Fort Simpson now.

Imight add sir, that just to make sure, if the Mackenzie Highway is built to Fort Good Hope prior to the time we start pipeline construction, the construction plan says that we are going to use it, rather than using a winter road on a right-of-way that is parallel to the highway.

I am not sure I am making



right-of-way?

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myself -- from a stockpile point over to the highway and down the highway, say, for ten miles and then on to the right-of-way, rather than constructing a winter road all the way. If the highway is not built, construction plan then, we would have to construct our own winter roads.

THE COMMISSIONER: And the

A Yes, sir.

#### MR. GENEST:

Q Yes, perhaps that point, if I could -- it's a point I only grasped recently. There are really two divisions of a logistics problem, as I understand it. There's getting the stuff to the stockpiles, and then there's moving the stuff from the stockpile to the actual construction site. Am I right?

A Yes, sir, that is correct.

Q And the second movement, moving from the stockpile to the construction si te is a use to which a contractor will put transportation services, is that correct?

A We neatly divided it on the basis that it's a logistics problem to the stockpile site, and then it's a contractor problem from then on.

Q So the Mackenzie -- so so that our logistics problem as far as getting material to stockpile sites, that's what Mr. O'Rourke has just been discussing?

A Yes, sir.



1	Q And then we have the
2	additional problemof getting it from the stockpile
3	site to the construction site?
4	A Yes, sir.
5	Q Where then the Mackenzie
6	Highway or winter roads or roads along the right-of-
7	way become the matter under scrutiny?
8	A Yes.
9	Q Does that clear up
10	at least THE COMMISSIONER:
11	No, I apologize for throw-
12	ing you off your prepared presentation, but it's quite
13	helpful to me, thank you.
14	MR. GENEST:
15	Q And then Mr. O'Rourke, I
16	would like to discuss briefly with you, the increase
17	of the rail networth north of 60, which is touched on
18	at page 13 of Section 3, the logistics plan. What
19	increase is going to take place north of 60?
20	Perhaps to put you in the
21	picture, I have a sentence here at page 13, just below
22	above rail equipment that says, "The rail network
23	will not be increased other than the uprating of
24	selected sidings and some new trackage associated
25	with the Hay River-Enterprise staging site (approxi-
26	mately 15,000 feet)." And perhaps my first question
27	is, the sidings and new trackage, where will these
28	take place?

WITNESS O'ROURKE:

The selected sidings are

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all south of 60. The new trackage would be either in our Hay River yard, or in the staging area and what we referred to as the Hay River-Enterprise area.

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Which would be branch/off the railway somewhere, once the site is chosen.

Q And do I understand it correctly that the arrangement there is that Northern Transportation, the Crown Corporation, will be looking after that area?

A I believe this is one of the options that Arctic Gas is working on now.

Q Mr. Dau, is that -- what is your understanding?

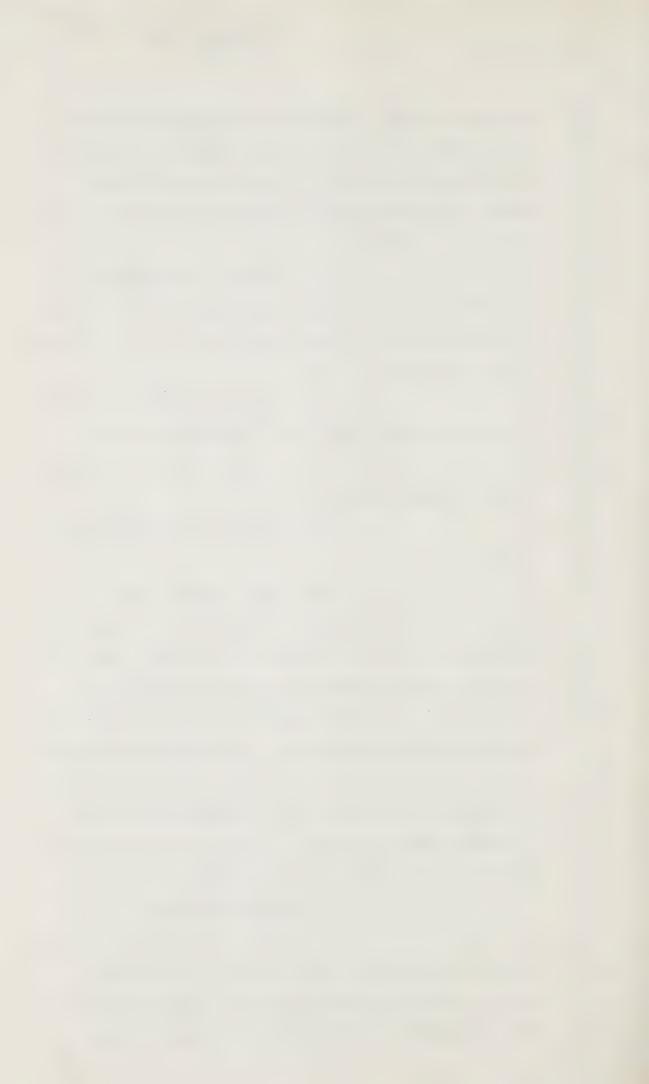
WITNESS DAU: That is my understanding,

sir, yes.

Q Then I would like to discuss the question of river barging. The application materials, again on page 13 state that there are several rivers in the north on which barging has been carried out. The applicant has determined that only the Mackenzie, and to a much lesser extent the Peel Rivers will be used to support the pipeline construction, and you depict the Mackenzie River barging system on Figure 5. Could you just take us through that briefly, Mr. O' Rourke?

#### WITNESS O'ROURKE:

A Yes. As you will note from the footnote at the bottom of that diagram, this is an adaptation of N.T.C.L.'s route map. And it's intended to show that the portion of their



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system really that we're concerned with, is the one that originates at Hay River and continues on down through the Mackenzie Valley, covering most of the points that are named or referred to in the application. As far as Inuvik, Fort McPherson and Aklavik.

Arctic Coast, there will have to be a change of navigation -- I don't think that's the right word. A change in the manner in which the tugs will move the barges, as you know down-river they push them, along the coast they tow them. We presently choose Tuk as the transfer point where they change the style of operation. This could change though, there are points in the delta where they can do this without having to go back to Tuk.

The chart also indicates the sailing distances from Hay River to the points indicated.

Q Apart from the position of the tug, why do we change from pushing to towing?

A I can't speak to that a with any expertise. I just know that this is what they

do. They push them down-river, and tow them along the coast.

Q I will have to ask Mr.

Horte. I have a note from the back somewhere that says that that's due to wave action and swell, so --

You have studied the existing

barge operations on the Mackenzie?

A Yes, sir.



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# O'Rourke, Dau, Williams In Chief

Wharves will be requred

1	Q And is the result of these
2	summarized at page 14?
3	A Under the heading "Barging
4	Equipment" ?
5	Q Barging equipment, yes?
6	A Yes, sir.
7	Q Could you just summarize
8	that for us, Mr. O'Rourke? Or if you prefer, read it
9	A We note that there are six
10	licenced operators working on the Mackenzie River,
11	and their combined capacity, we believe to be in the
12	order of 500,000 tons per season.
13	From that point on, we have
14	elected to determine Arctic Gas's barging equipment
15	in terms of the largest tugs and barges that operate
16	on the river, and for this reason, we choose tug
17	sizes and barge capacities which are equivalent to
18	the largest pieces that N.C.T.L. have, which are
19	larger than any other operator has.
20	Do you want me to
21	Q Yes, please.
22	A read the section on
23	wharves, or comment on that?
24	Q Well why don't you comment
25	why don't you read it? Perhaps I can read just as
26	well.
27	A All right.
28	Q I'm presuming that go
29	ahead.

A



up for the gas pipeline?

our work, we have tried to reflect the fact that the water level does vary during the period of the navigation season, and as well, the barges are built with a nominal capacity of 1,500 tons. Our calculations have been based on, and I can't recall the exact number, it was either a thousand or 1,200 tons per barge. Mr. Dau says 1,200 tons per barge, and this is to produce an average over the sailing season. The barges will very often handle a good load at the start of the season, but as the river levels decline, through August and into September, then we have to back off on the amount that the barges are loaded.



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at the locations indicated on the pipeline route maps, included in Section 2.2 of this particular section.

Of these five already exist and will be upgraded where necessary, to meet the construction requirements. The Mackenzie River channel will not require improvement for the project.

Q How did you -- let me pause there. How did you ascertain that -- the conclusion that you've reached in the last sentence, that the channel will not require improvement for the project?

A I think I have to say that that wasn't our conclusion. What we did observe was -- or what we did was to base the movement of materials, using the barging system without assuming that there would be any of the dredging work done that was being requested by the operators.

THE COMMISSIONER: Mr. Goudge, having regard to that last sentence read by Mr.

O'Rourke, you might make a note of that, because I think that should be checked out with N.C.T.L. I keep forgetting the initials.

MR. GOUDGE: We have been in touch with them preliminarily, and we will be in further touch with them.

MR. GENEST: But, well, if I can just find out a little more.

Q The draught of water that will be taken up by barges transporting your system, will it be affected by the equipment that it's taking



#### Dau, O'Rourke, Williams In chief

Q Now, could you read the next paragraph please, Mr. O'Rourke?

eqipment and additions to it forecast to be in service by commencement of construction are expected to be utilized to near capacity by the normal increase in demand for facilities. Accordingly, the applicant has assumed that barge and tug requirements for the project will have to be added to existing systems. This will require the addition of 48 series 1,500 barges, and 8 - 4500-horsepower tugs.

Q Is that conclusion based in part on some of your studies?

A Yes sir.

Q Barging systems, so that I take it from that that your conclusion was that without your pipeline the existing system would not be sufficient to look after your requirements.

A You mean -- I think what you're saying is right. If I can paraphrase it for myself, what we have assumed is that the system which includes all of the operators, are adding equipment to suit the normal demands created by community resupplying, new business on the river. They have not been adding equipment to handle the pipeline materials, and therefore what we have done is said, "Fine, the existing system, except for minor exceptions, the existing system is not available to us for the pipeline project, therefore how much equipment do we need for the pipeline?"



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That is the number we tried to --

Q And you come up with

the number 48 barges and 8 tugs.

A Yes.

THE COMMISSIONER: Assuming,

that would be the new fleet, whoever supplies it,
whether all of these companies in the business or
whether you -- a new company comes into the field, it's
-- that's the fleet you'd require for purposes of the
gas pipeline construction.

A That would be dedicated to the pipeline only. Yes sir.

MR. GENEST: Moving then to the question of air transport, Mr. Dau, Mr. O'Rourke, you make the statement or the applicant makes the statement that, at the bottom of page 14, each construction spread working north of the 60th Parallel will require sufficient air support to provide for the transportation of its crew of approximately 800 men from and to Edmonton, and the transport of 80 tons of supplies per spread per month. Have you been in contact with the carriers to ensure whether or not that will be available?

A Yes sir.

Q That type of air support.

A Yes sir, we have that

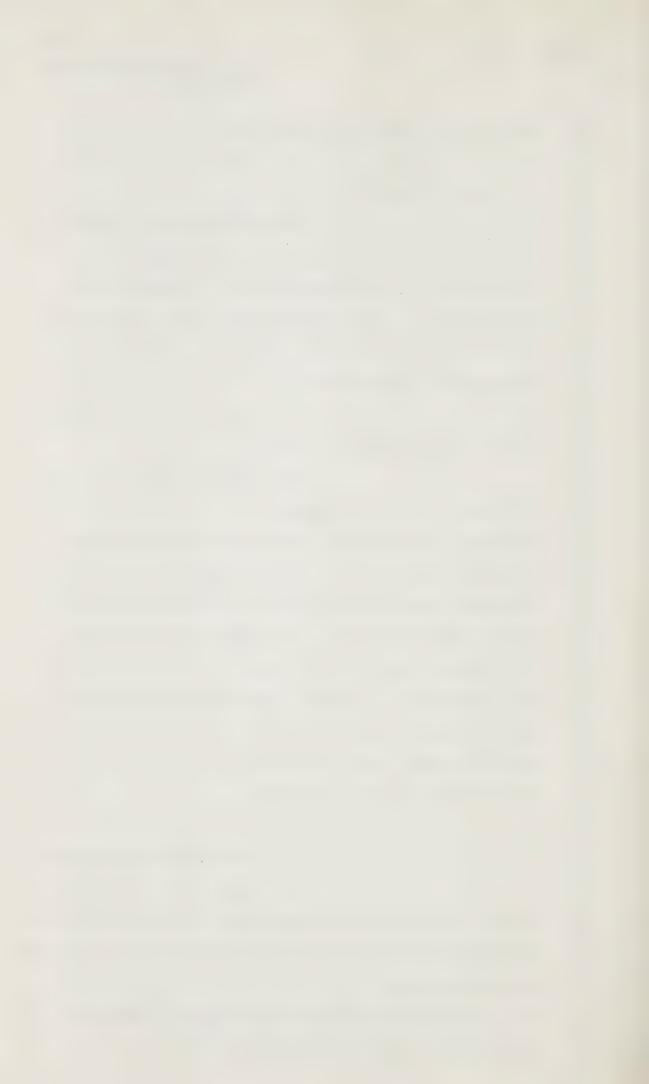
assurance from the principal carrier, Pacific Western

Air Lines, and I think the secondary one that we talked

to was Northward Aviation. Just recently we have,

in a casual conversation, been reassured that they

would have equipment or would be able to get the



#### Dau, O'Rourke, Williams In Chief

1	required type of equipment the project would require
2	Q And Mr. Dau, I think
3	your pipeline route maps indicate the location of
4	the air strips which are discussed in the second
5	paragraph under "Air Transport."  WITNESS DAU:  A That's correct. sir.

 $$\rm Q$$  You have five 6,000-foot and 16- 2,400-foot air strips, to be constructed.

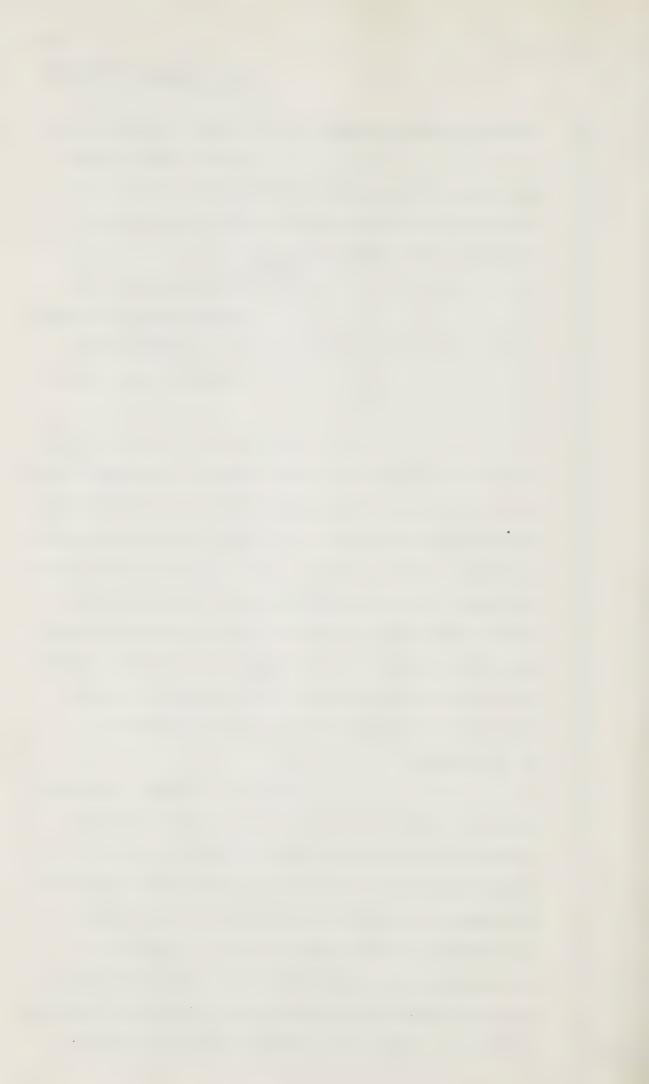
A I believe that's right,

sir. Yes sir.

Q Lastly, I wanted to discuss in that section -- well, perhaps I can just point it out, at page 18 the alternatives for transportation systems are discussed, and I think we had a discussion on these a little earlier today. You have listed there the water-borne shipments by Point Barrow, Skagway, Seward, Anchorage -- I don't think we discussed that one. What is under "B", a combination of water, rail and road transport, first via Vancouver to Seward-Anchorage by water? Can you describe that one?

Mr O'Rourke.

Anchorage are both ports in Alaska which have the capability of receiving either ships or rail car ferry-type barges, and they also have the connection at those points with the Alaska Railroad. What we were looking at here was an alter—a routing alternative that applied mainly to the Alaskan side of the Prudhoe lateral where you could have a movement arriving at these ports either on ship or already



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loaded on rail cars, to be routed up to Fairbanks and to be trucked from there over the Aleyeska Highway, to Prudhoe.

Q Now these are alternatives, I take it, to the plan that you adopted.

A Yes sir.

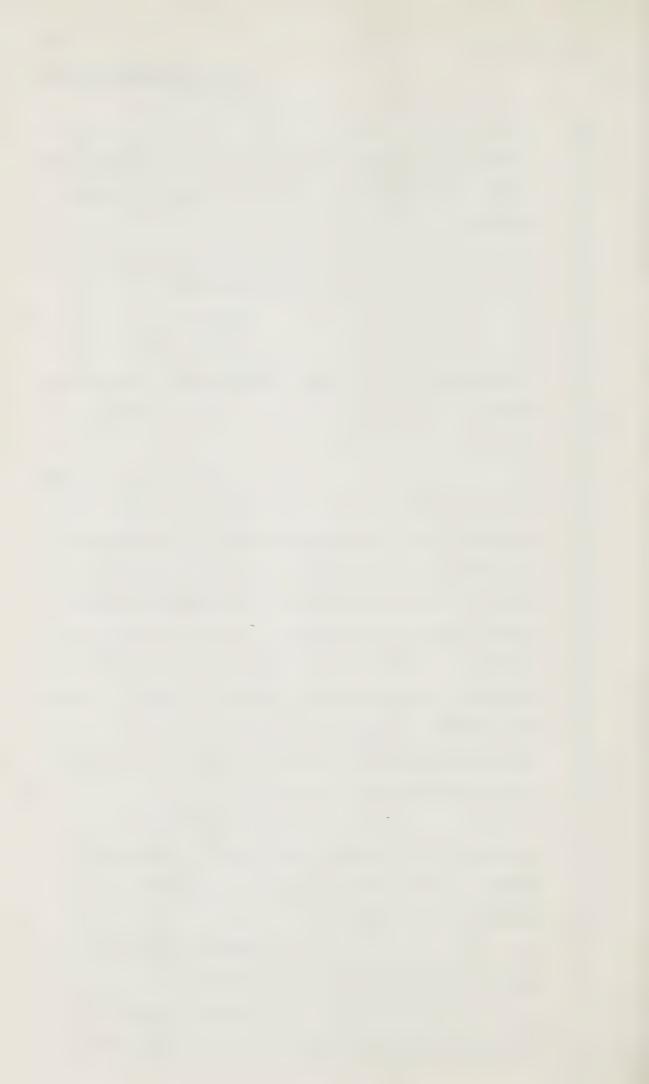
Q Which was the one outlined earlier. Now have there been any significant changes in this plan since you made your studies, Mr. O'Rourke?

ficant one that we have experienced relates to the plan that was filed in March what, '74, and in that plan there there was only a nine-month period prior to start of construction for the transportation system to get the pipe into position. With the change in schedules, construction schedules now, or project schedules, we can now add an extra 24 months to that nine months, to enable delivering of materials. This has had a good effect on the transportation requirements related to pipe, especially.

We have picked up the original -- no, we have everything in our plans now except the Fort Simpson revision, but that doesn't affect us very much.

THE COMMISSIONER: Could I just go back to barging for a moment?

Q You say, by "you" I mean Arctic Gas, Mr. O'Rourke, on page 15 under



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3.3, "Impact on other projects", you say: "Logistics planning also took into consideration other projects which might be undertaken simultane ously with construction of the gas pipeline. The large projects that may take place in Western Canada at about the same time as the pipeline include construction of the Mackenzie Delta gas gathering system, Alberta Tar Sands plants, development drilling in the Mackenzie Delta and construction of the Mackenzie Highway. Although smaller projects have not been specifically identified, the applicant has estimated that there will be a 25% annual increase in the volume of goods shipped on the Mackenzie River barging system in addition to any increases required to service this project."

You conclude:

"More distant projects,"

distant in terms of mileage and not in terms of time,

"such as James Bay and Arctic Islands Pipeline
and and East Coast Pipeline, are not expected to

have a significant impact on the logistics
plan for this project."

Well, just so that the barging thing is understood, you say that for the pipeline alone there will have to be 48 additional series 1,500 barges, that is series 1,500, and eight 4,500-horsepower tugs, and there will in addition to that have to be whatever barging -- whatever number of barges and tugs are



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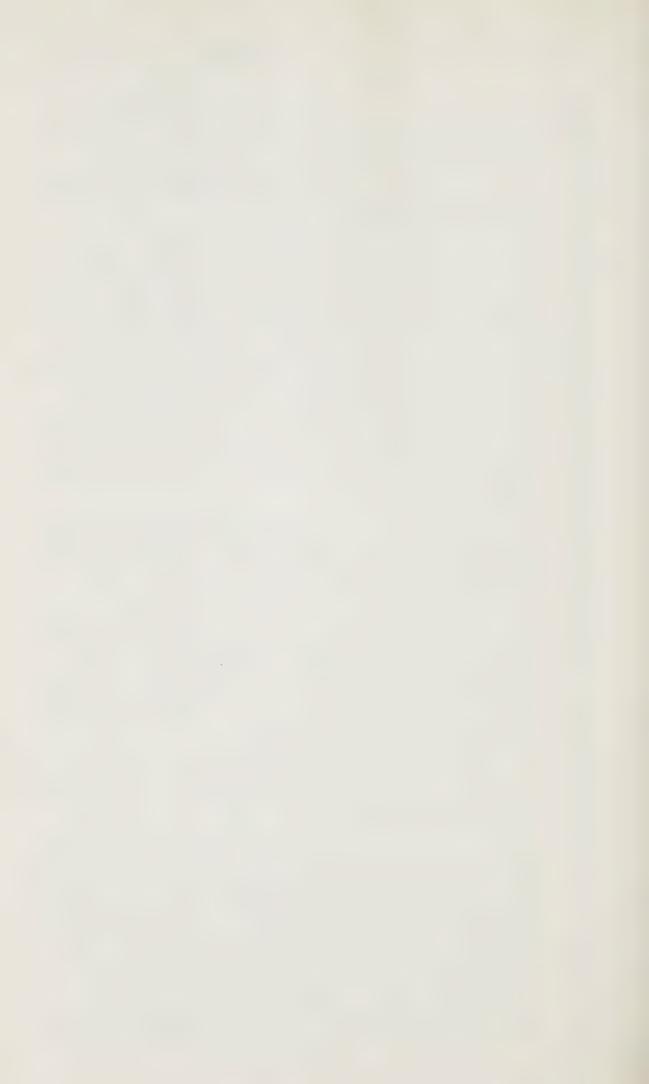
Dau, O'Rourke, Williams In Chief

necessary to increase the present capacity by 25%. That's what all of that means, I take it.

A Yes sir.

Q Now, just before we

leave this other matter that I raised earlier, all of this means that there will be greatly enhanced activity at Hay River. But in proceeding with this construction plan and in developing the logistics for delivery of pipe and other construction materials, you have proceeded on the assumption that the largest component by tonnage, that is pipe, will be manufactured in Canada. Now were you advised, Mr. O'Rourke, to proceed on that assumption? You see, let me put this to you and if you wish to consider it before you answer it, you are certainly entitled to do that. What concerns me is that this plan, well-developed and elaborated, proceeds on the assumption that the pipe, which is the largest component by tonnage, will be delivered from within Canada to Edmonton. If -- well, last week we were told that a number of sources of pipe were considered all around the world -- Germany, Italy, Japan, Canada and the United States. Only one steel mill within Canada was referred to, the Stelco plant in Hamilton. If the pipe were to be supplied from any of these other countries, I take it that would mean that it would be necessary for Arctic Gas to re-assess this whole construction plan.



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	THE CHIEF
1	MR. GENEST: Construction, sir,
2	or logistics?
3	THE COMMISSIONER: Logistics,
4	excuse me, logistics.
5	WITNESS O'ROURKE:
6	A I don't think I have the
7	numbers in front of me, but I can reach back in memor
8	and recall that we did have situations where a per-
9	centage of the pipe would come from off-shore sources
.0	And the plans that we put together envisaged, or
1	provided for some of this pipe moving via the Bering
2	Sea-Point Barrow route, particularly to points along
3	the Arctic coast.
4	I think even some of that off-
5	shore pipe at times used to come in through Vancouver
6	and end up like, in the system in Alberta.
7	We haven't talked about it, but
8	I should mention that we have been making use of which is
9	a linear programming model simulation technique,
0	and we have beeen able to play this kind of, what if
1	situation with this model, where
2	THE COMMISSIONER: That is known
3	as war-gaming then, is it?
4 1	A I suppose. On the last
5	go-round, because of this extended period of time for
6	delivering pipe, it was possible to get practically from
7 1	all of the pipe / from the Canadian origin, but it hasn't
3	always been this way. With the nine months' period
9	that I spoke of previously, we had to get quite a bit

of pipe from off-shore, because the Canadian producer



couldn't supply in that period.

When -- or implying that when it comes down to knowing where your pipe is going to originate, this will have a bearing on the amount of barging equipment that is required. I can't say where this stands.

It's a matter that Arctic Gas is working on now, matching as well as they can, their barging requirements with their pipe purchasing plans. Much of this is governed by the prices of materials that are offered.

THE COMMISSIONER: Well I'm sure it is. It's a very difficult task. You see, we are going to go to Hay River with this Inquiry soon, I hope, and the people there are very interested in this pipeline, and the impact on their town and on the economy of their town is something that interests them.

Under the present construction and logistics plan, there will be a very great impact on Hay River. But that appears in some measure, at least, to be dependent on the assumption that this pipe will be supplied from the Stelco plant, and that considerations of prices quoted and the capacity of that particular mill will all work out in a way that enables this plan to go forward.

Can you tell me the Aleyeska
Pipeline, they are now laying pipe in Alaska. That
is steel pipe. Did that pipe come from the mainland
of North America, or did it come from Japan or from



some	other	source:
some	other	source'

A It all came from Japan.

Q And was it simply shipped either to Valdez or to Prudhoe Bay?

A They use a number of routes. I mentioned earlier that some of it moved directly from Japan to Prudhoe Bay. They moved some from Japan to Seattle by ship, transferred it to barge and took it by barge up the coast to Prudhoe Bay. They delivered shiploads of pipe to Seward and Valdez.

What was delivered to Seward went on to Fairbanks; what was at Valdez was stored mostly there, although they did truck some of it from Valdez to Fairbanks.

There's a point that you may want to think of in relation to the question you just threw at me, was that there's an operating limitation almost in terms of thinking of having off-shore pipe delivered into the Beaufort, or into the Mackenzie Delta, and brought back down-river, or up-river, I should say. Down on the map and up on the river.

The river operators can haul tonnage movements against the current, but they tell me that they would prefer not to have to move up-river beyond Arctic Red , somewhere in that area. Once they hit Arcitc Red, they start hitting the ramparts and it gets pretty difficult, even with empty tows. And even more so with loaded. They can move loads, but their preference would be not to come back



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any farther than Arctic Red, so if a person is think-king of off-shore pipe and where it would end up in the system, even if by some set of circumstances there was a lot of off-shore pipe, it would likely come in through Vancouver and move via the inland route.

THE COMMISSIONER: Thank you. Carry on, Mr. Genest.

MR. GENEST: Thank you, sir.

Q I think we were

discussing, Mr. O'Rourke, what events have occurred since the application materials were prepared, that would amount to significant changes in the plan, or in your thinking as to the plan, and you were discussing first the fact that the pipe delivery period had been stretched by 12 months, by an extra 12 months, so you had 21 months of pipe delivery to make, and is that a plus or a minus factor?

A That's a plus factor, as far as we're concerned.

Q It gives you more room

and more time?

A Yes, sir.

Q And secondly, you have a statement in the prepared evidence relating to the suitability of flat cars. Would you read that, please?

A We say in here that there are 400 of 89 foot flat cars, suitable for transportation pipe, that have been ordered by Canadian National Railways, and scheduled for delivery this year.



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1	The relationship or the impact
2 !	of that 400 is that our original study, when related
3	to the nine month delivery period, indicates we would
4	need in excess of 500 cars for removing pipe. With
5	the extended delivery period now, 24 plus 9 12
6	plus 9, 21 months, the 400 cars we feel should be
7	adequate for hauling pipe. It is no longer the
8	problem we once thought it was.
9	Q Originally, as I take it,
0 1	it would have required some early commitment on the
1	part of Arctic Gas?
2	A Yes, that's right.
3	Q And that may no longer be
4 1	necessary?
5	A That doesn't apply any
6.	more,
7	Q What about lead times,
8	Mr. O'Rourke? You considered in your original plan
9	lead times on certain critical items. What has
0	happened to them?
1	A I think the major one
2	relates to tugs and barges, and at the time we put
3 ,	our report together, we determined that there was at
4	least a 24 month lead time for procuring and getting
5	this equipment into position to start work at the
5	start of a normal sailing season.
7	We could only highlight this

point and draw it to Arctic Gas' attention and then

leave it to them to start looking after the matter,

as I understand it, they have had



1	discussions	with the	e major	operator,	but	I	can't	tell
2	you just wh	ere the	discuss	ions stand				

As far as the lead time itself is concerned, while steel is not the prob\_lem that it used to be, I think there are some machinery components that still have some decent lead times on them.

MR. GENEST: I will just take a moment, sir. You called to my attention that I had skipped the section on -- in the construction plan dealing with impact and other projects, and you had -- I was wondering if there was anything in there. I had originally considered that perhaps part of a different phase for further discussion, but --

just the barging figure that caught my attention, that's all.

MR. GENEST: All right, sir.

Q Then could I move on,

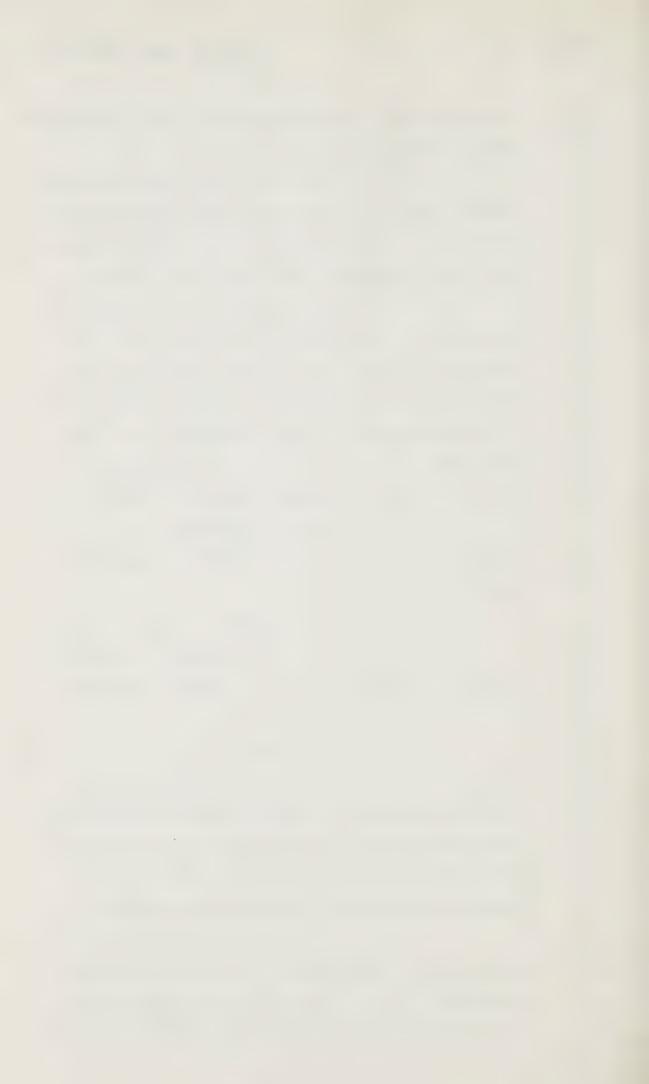
Mr.Dau, to the item of project control with you?

A Yes, sir.

WITNESS DAU:

As stated in the application materials, a number of control mechanisms have been incorporated into the applicants construction plan which will enable the applicant to maintain very close control over all construction activities.

Their implementation will be dealt with by later panels. They can be described as follows: First, the applicant's own personnel or specially qualified consultants reporting to the



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of important functions. For example: the direct supervision of contractors and the detailed planning, coordination, inspection and testing of the work.

Also, the applicant will pro-

applicant will have direct responsibility for a number

vide all camps required to support the construction activity and will therefore, be in a position to ensure that they meet high standards, both in the facilities provided and in the proper handling of all waste products.

The applicant will also make direct provision of services related to budgeting, systems and cost control, right-of-way acquisition, permit acquisition and allied services, and the applicant will also be responsible for procurement and supply.

Q If I can interrupt you on the last one, then Mr. Dau, procurement and supply.

What does that mean, that the applicant will be responsible for procurement and supply? Does that contractors?

mean that it won't be left to sub-contractors or/

A That's correct, the -because of the size of the project and its I gather,
its implication on the entire Canadian manufacturing
capability that we have such very large orders to
place, that they will control that operation themselves, rather than handling it through an agent,
for instance.



Dau, O'Rourke, Williams In Chief

Secondly, detailed specifica-

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season.

responsibility.

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Thirdly, the applicant will

prescribe the overall construction schedules, thus

ensuring that pipeline construction in Arctic and the
northern areas will be restricted to winter construction

Fourthly, land usage by the applicant and its contractors will be strictly controlled.

Fifth, the applicant's

tions will be developed prior to the award of and

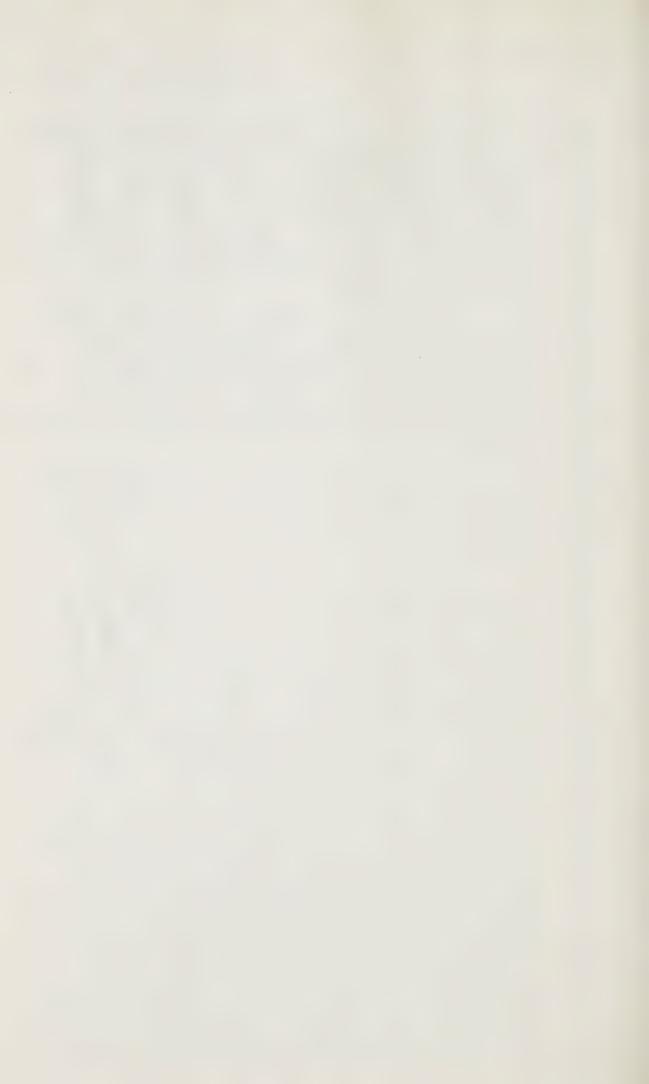
incorporated into contracts. They will control all

aspects of pipeline design and installation, including

specifications and instruction on special Arctic con-

Inspection program will include employment of its own environmen tal inspectors and socio-economic monitors, in addition to the engineering inspectors normally employed on pipeline projects. These inspectors will report directly to the applicant with day to day field control and monitoring authority, and

Sixth, the applicant will retain authority to order a stoppage of work, and finally, construction worker training programs will be established that will involve comprehensive orientation education, and training of construction workers in such matters as Arctic survival, Arctic construction techniques, familiarization with the Arctic environment, and aspects of native and northern culture. These



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programs will be dealt with by later panels.

Q We move then to the question of resource requirements, and that's discussed, I take it, in Section I3.a.5.0 of the application.

Yes sir. That section contains a graph that illustrates the estimated construction labor requirements. These requirements peak during the winter construction season . In the winter prior to pipelaying, a total of about 750 construction workers are required, with 6,800, 7,500 and 5,000 required for the successive three winter Summer requirements are less, being about 2,000 for the summer prior to pipelaying, and 5,400 and 2,000 respectively for the succeeding two summers. These numbers are peak requirements and are predicated on utilization of nine construction spreads for pipe installation and up to 16 separate crews for construction of support facilities and compressor stations. These figures are for construction forces only and do not include applicant's supervisory, inspection and engineering personnel.

We understand there was some question about that and we prepared a chart which is a copy of the one in I3.a.5.0.

Q That's at page 24 of Section 5 of I3.a.That shows some extra information, does it?

A Yes sir. We have added our estimates of the field personnel for engineering, construction management, and owner's forces to that



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## Dau, O'Rourke, Williams In Chief

chart.	The	peak	year	which	was	7,500	approximately,
we have	now	got a	about	8,700.	,		

Q Now let's see, just so we don't get confused by dates, at the bottom left-hand corner you have "Summer of '76" which in the application material is at page 24, "Summer of '75", so those dates reflect the first revision.

A Yes sir, the currently filed plan.

Q The currently filed revision, and again in view of your evidence today we have to update these by one further year. At least looking at what we consider at this time to be realistic.

A Yes sir. I might, if
I could continue, sir, with two more charts here I
can probably describe how we arrived at these estimates.

Q Are you going to come back

to this?

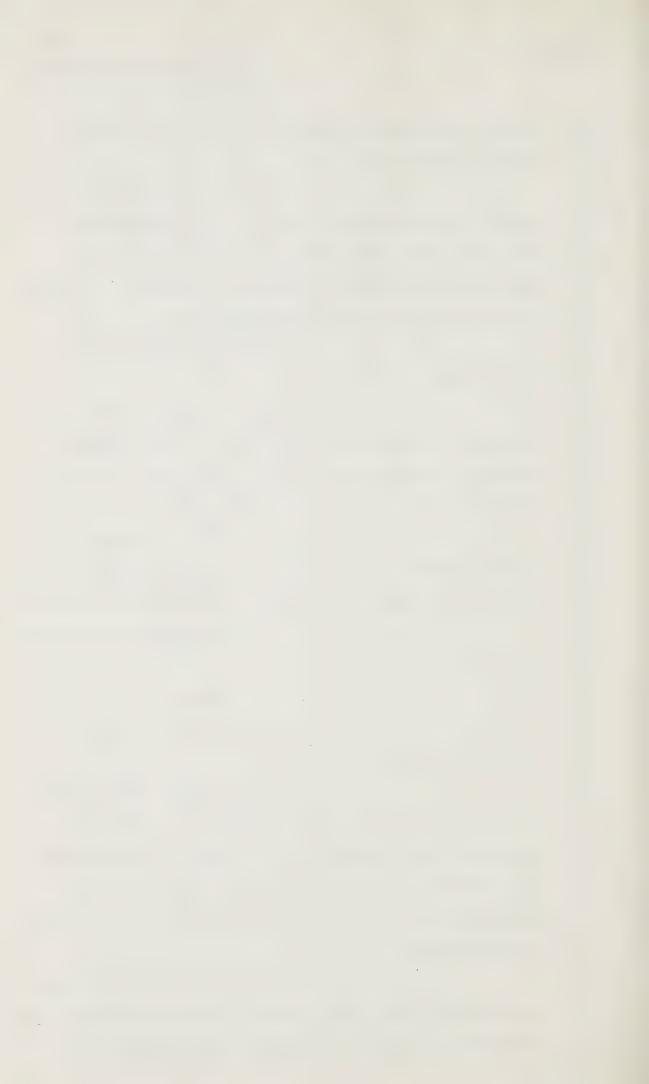
A Yes, we can.

Q All right, because I

haven't had a look at it.

Manpower requirements, and the first four items are the numbers that we added to the chart in the exhibit, the contractor manpower is the one that's currently an exhibit. We provided an estimate of the owner's force in construction.

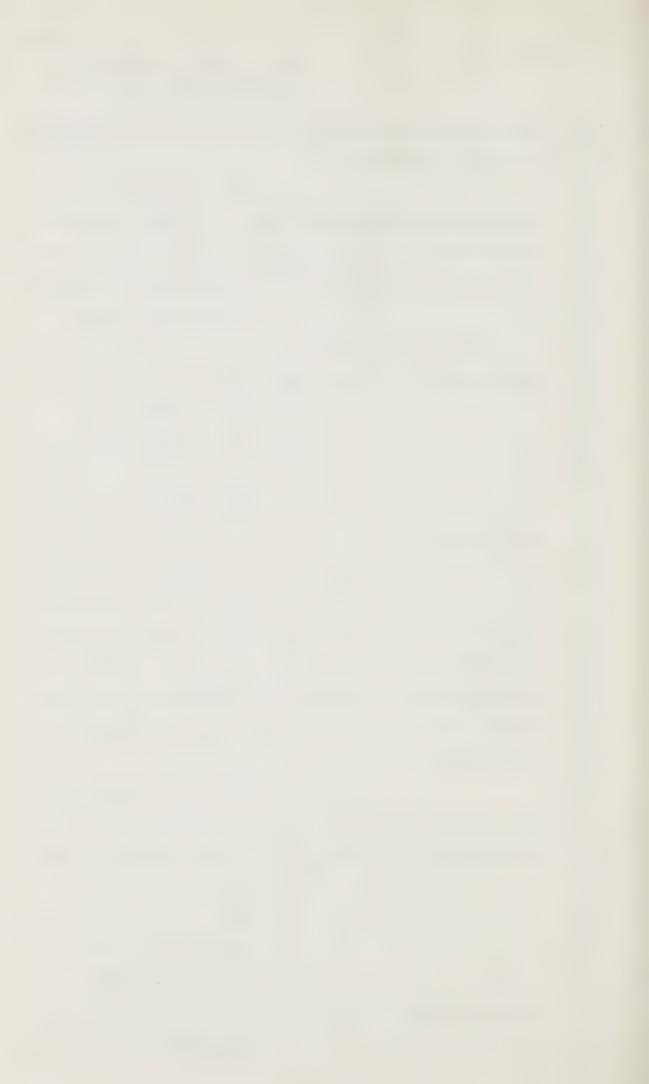
Q That's the layer on top of the chart, that's how you arrived; in addition to the construction forces shown in the chart at page 24,



## Dau, O'Rourke, Williams In Chief

All right. Well, we're

		111	
1	you have shown what addi	itiona	l people will be required
2	as a super-structure.		
3		A	It's our estimate of
4	what is required in the	field	, sir. That's the owner'
5	construction forces, ope	eratio	ns and maintenance forces
6	engineering forces, and o	constr	uction management forces.
7 ]		Q	And the last line is:
8	"Contractor manpowe	er,"	
9	that is what is already	shown	at page 24.
.0		A	That's correct, sir.
1		Q	Now let's go back to the
2			
3		А	Bear with me, sir, I've
4	got one more.		
5		Q	All right.
6		A	May I have the next one?
7	I picked the peak year,	winte	r of '78-'79, from the
8	currently filed plan, to	try	and illustrate the
9	different skills, discip	plines	involved in this 1,220
0	people that are on top	of th	at chart you have in
1	front of you.		
2		Q	Well, I'm sorry, Mr.
3	Dau, the peak year '78-	79, t	he peak as I see it on
4	page 24 is '77-'78, and	you'r	e taking that up a year.
5 li		A	No sir.
6.		Q	No?
7		A	No, winter of '78-'79.
8 !		Q	Oh, I'm not looking at
9	the remision		



Dau, O'Rourke, Williams
In Chief

all suffering from this, we'd better all get looking at the same chart.

I have page 24 of the original filing, and that's been amended, so all I do to reflect the amendment is to take what's on page 24 and at the top peak, put it '78-'79 instead of '77-'78; is that right?

A Correct.

MR. GENEST: All right.

THE COMMISSIONER: Well, I'm

sorry, the loose-leaf volume is the up to date application?

MR. GENEST: No, the looseleaf volume, sir, the application, I think it's the same as mine, is the application as originally filed. Is that not right?

THE COMMISSIONER: But this has been corrected so that we only add one year to it.

MR. GENEST: We only add one year, that's right, and if we're looking at it realistically today we add two years. Do you follow that, sir?

THE COMMISSIONER: Yes, but -
MR. GENEST: The original plan
started us in the summer of '75; the revised plan
starts us in the summer of'76; What Mr. Dau told us

is
today that we should really be thinking as we look at
it presently, at the summer of '77 for startup.

THE COMMISSIONER: Yes, I follow that entirely, but so that we are not confused,



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## Dau, O'Rourke, Williams InChief

Mr. Dau, you have proceeded really on the basis of -- throughout your written presentation today, you have said to us, "Add one year to everything that you hav e in that written presentation." And so on this chart in here we should add one year so that the peak, I take it, is '78-'79 and not '77-'78.

Α Yes sir. Unfortunately, everything I'm presenting today is on the basis of the revised, as I understand the revised filing.

> 0 Right, as long as we

know that.

А Yes.

And bear it in mind, 0 so on this graph that Mr. Genest referred to, the start date instead of summer '75 should be summer '76.

That is correct, sir.

But you have already 0 updated this by one year from the original filing in March '74.

> Α Yes sir.

THE COMMISSIONER: No?

MR. GENEST: Not the chart

that we've got on page 24 is not updated.

THE COMMISSIONER: I wonder if

the coffee is ready?

(LAUGHTER)

It was supposed to be ready by three.

MR. GENEST: It's two minutes

after.

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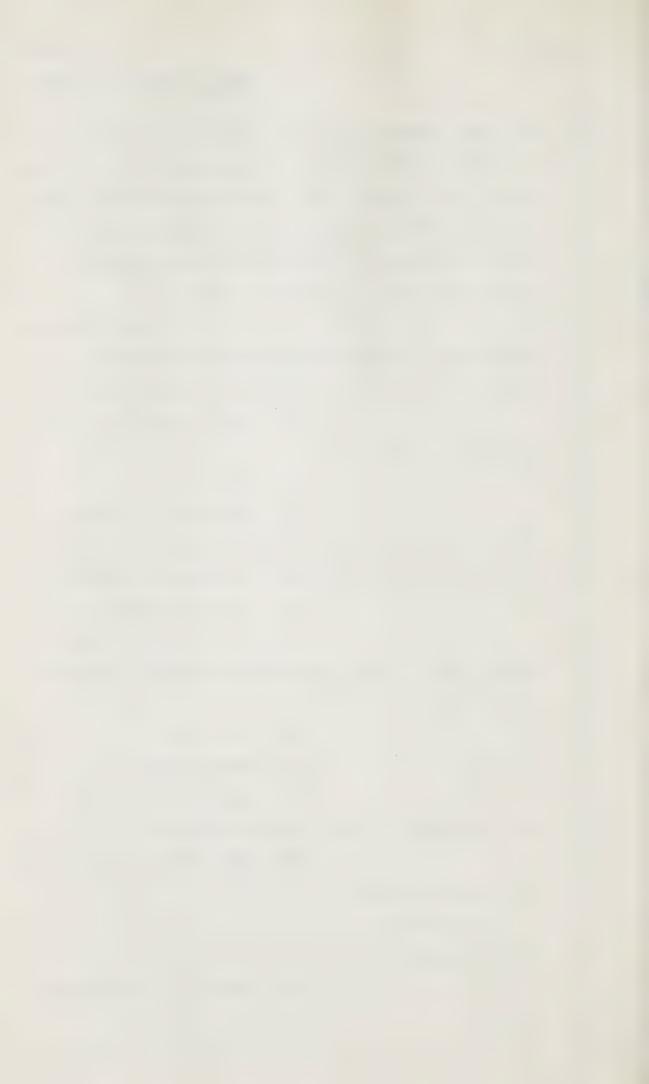
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Dau, O'Rourke, Williams In Chief

THE COMMISSIONER: We'll grapple
with this again after we adjourn for a few minutes.

(PROCEEDINGS ADJOURNED FOR FEW MINUTES)

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## (PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT)

MR. GENEST: Sir, I think we off with a little confusion which Mr. Dau has confessed to me was his fault. He was under the impression that the chart at page 24 had been updated, which it has not, so I don't know if we're on the same wave length now, but as I understand it, the chart on page 24 shows a start in the summer of '75. If we are going to follow the schedule that was set out in the letter to the Minister, a copy of which was sent to you, it should be the summer of '76, and based on Mr. Dau's present estimate of what is the most realistic schedule, we would start in the summer of '77, so his chart, as I understand it, takes not the last date, but the middle one, the summer of '76, as a starting point. We will have to bear that in mind.

THE COMMISSIONER: You mean the chart that was on the screen?

MR. GENEST: The chart that was

on the screen.

THE COMMISSIONER: Yes. Add one

year to the chart on the screen?

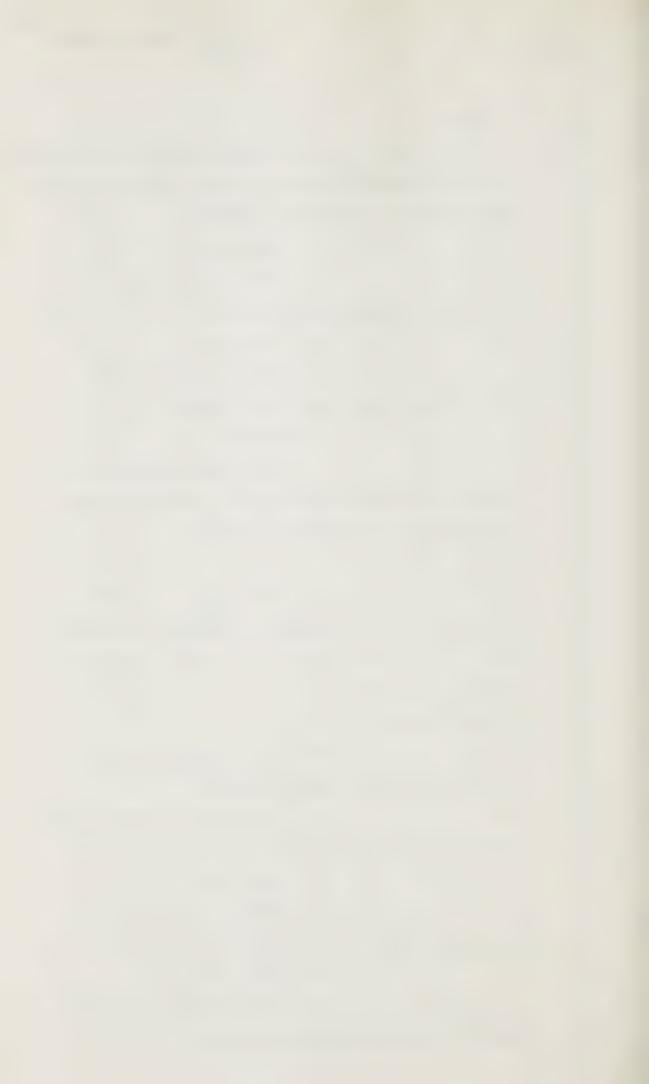
WITNESS DAU: We probably

should put it on again.

MR. GENEST: Right. I think we will see at the bottom right hand corner, summer of '76, and the peak occurs there at the winter



1	of '78-79.
2	THE COMMISSIONER: So that taking
3	the most recent and realistic view, your peak winter
4	construction period will be '79-80?
5	A Yes, sir.
6	Q And you will have about
7	8,700 people thatparticular winter?
8	A Yes, sir.
9	THE COMMISSIONER: Okay. I
10	think we had better leave that before
11	MR. GENEST:
12	Q And what that shows, of
13	course, is the added layer of supervisory people,
14	added on top of the original estimates. And then we
15	carry on, Mr. Dau.
16	A Very well. The peak
17	requirement for construction equipment will occur
18	in the first winter construction season, during which
19	there will be activity in all facets of the project
20	of construction.
21	Now, the equipment listed in
22	Section 13.a.5.2 of the application
23	Q Is that just opposite the
24	chart we were just looking at?
25	A Yes, sir.
26	Q That's at page 22, the
27	title page, Construction Resource Requirement ?
28	A Yes, sir.
29	Q At the bottom we start
30	with 700 crawler-type tractor units?



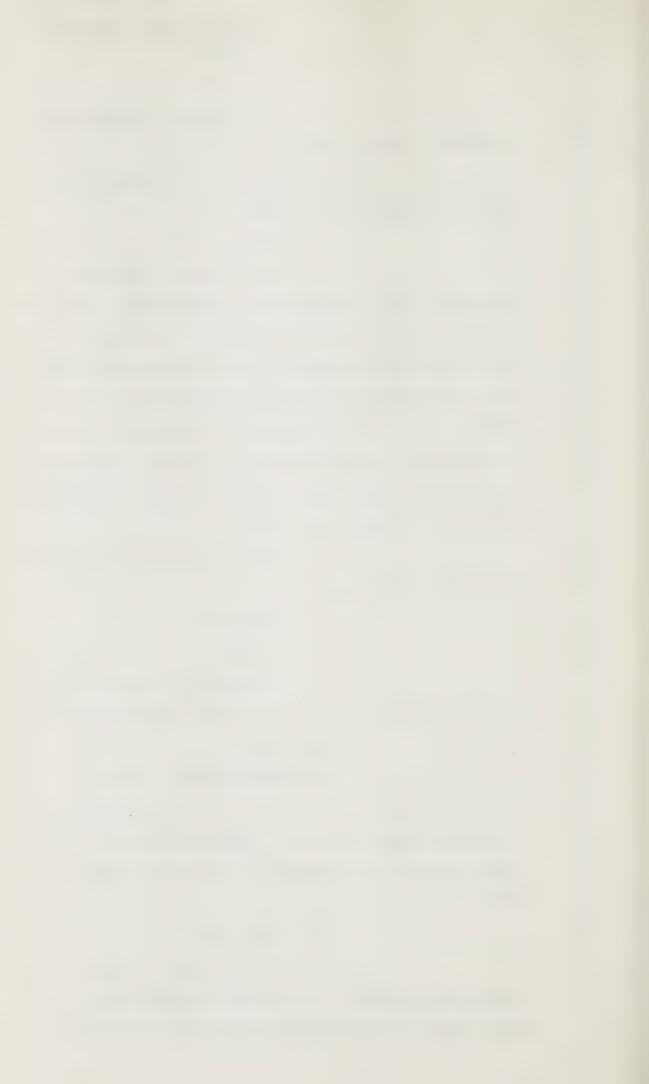
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1	A Yes, that's I understand,
2	a copy of it there, sir.
3	Q And you're illustrating
4	that on the slide we've seen?
5	A Yes.
6	Q And that's shall we
7	read that 700 crawler-type tractor units, 400 units
8	of major earth moving and excavating equipment,
9	300 units of air equipment, that is compressors and
10	drills, 650 units of welding equipment for manual
11	welding, 100 units of specialty items, that is bend-
12	ing machines, crushing plants, et cetera, 350 tractor
13	trucks, 350 trailer units, that is flaats, low-boys
14	what's a low-boy, Mr. Dau?
15	A It's a truck trailer with
16	a recessed lower bed.
17	Q Flat bed?
18	A Right.
19	Q Tankers, et cetera, 200
20	trucks in the 5 to 16 ton class and 1,300 trucks in
21	the half ton to five ton class.
22	THE COMMISSIONER: That
23	just looking at the graph on page 24 again, the
24	that equipment that is on that slide will be
25	required in the first winter construction season,
26	will it?
27	A Yes, sir.
28	Q And the first winter

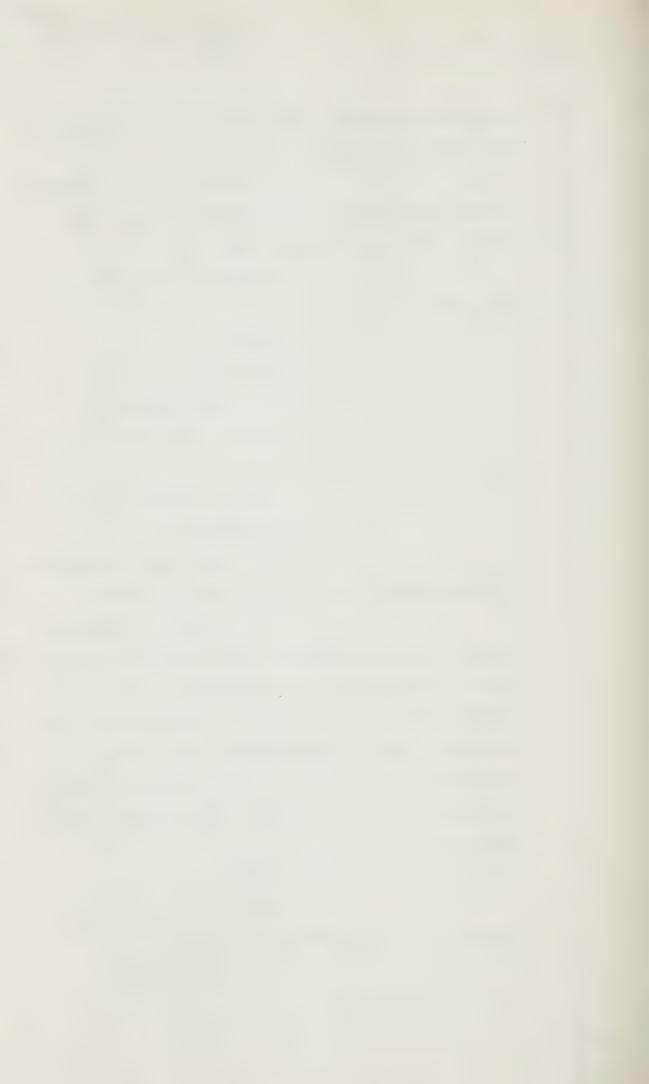
construction season on the graph appears to be

'75-76? Now, without getting into this confusion



	d d					
1	about dates, assuming that this graph is accurate, is					
2	that right, or should it be					
3	A I'm sorry, sir, it should					
4	be the first pipeline construction season, not the					
5	first construction season. This is					
6	Q That would be '76-77 on					
7	the graph?					
8	A Right.					
9	On your graph, yes sir.					
10	Q Yes, this graph.					
11	MR. GENEST: You had better look					
12	at our graph , Mr. Dau.					
13	A That's correct, sir.					
14	THE COMMISSIONER:					
15	Q All right, and then we add					
16	our two years to give us the winter of '78-79?					
17	A All right. I might add					
18	that the low ground pressure vehicles are not separatel					
19	listed on this table or in the Exhibit, and they are					
20	included within the crawler-type tractor units, and					
21	within the truck second last truck classification.					
22	These would be the similar to Nodwell units or similar					
23	to Rologen. They are included within those classi-					
24	fications.					
25	MR. GENEST:					
26	Q These are units designed					
27	to make have low pressure on the ground					

A Low ground pressure



vehi	cles,	yes	sir
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Q Which reduces the damage to the ground?

A Yes, sir. A significant portion of this equipment is now owned by or available to the Canadian Pipeline construction industry, which at present operates the equivalent of seven construction equipment spreads, capable of installing large diameter pipe. The final selection of new or used equipment for the project will be expendent upon the condition and the availability of equipment in service at the required time, and the procurement times required for acquisition of new equipment.

THE COMMISSIONER: You say that the Canadian pipeline construction industry at present operates the equivalent of seven spreads.

You mean seven of your projected spreads, is that it?

A Probably not precisely the same, sir. I would define them as large diameter spreads, you know 36, 42, 48 classifications.

#### MR. GENEST:

Q Well, where does that leave us, Mr. Dau? Does this mean that these are seven spreads that are available to us?

A They currently exist in Canada, yes sir.

THE COMMISSIONER: You mean the equipment is sitting around in somebody's garage, or is it at work now, or both?

A It would be both, sir.



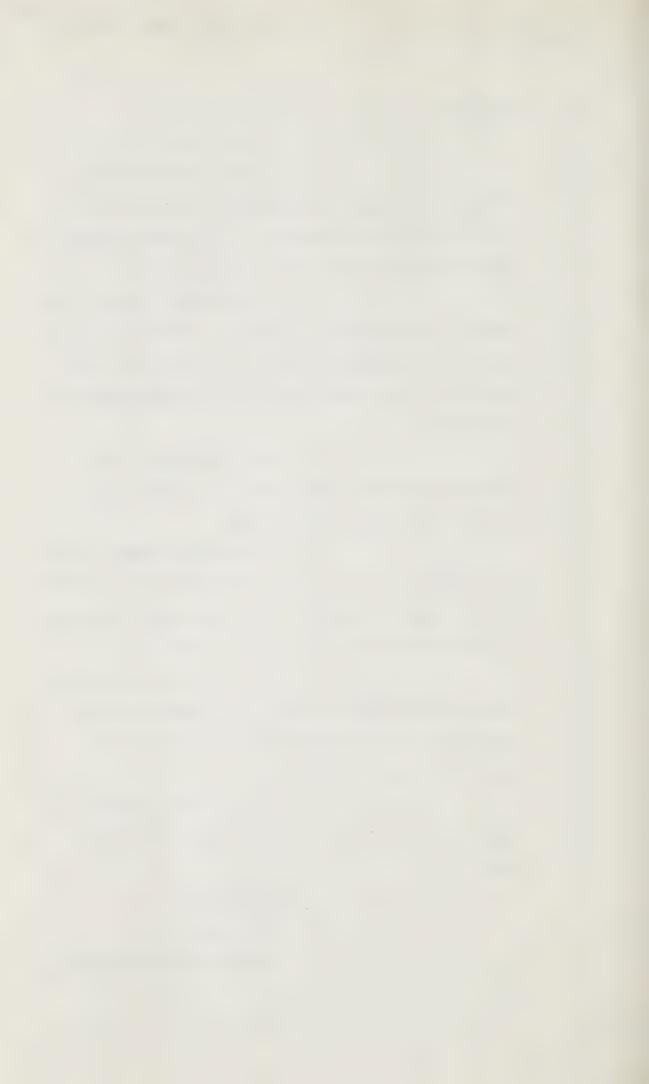
]	I'm sure some of it is at work at present. I don't
2	
3	MR. GENEST:
4	Q Could you proceed?
5	A In respect to construction
6	procedures, conventional winter construction is the
7	construction technique that has been developed for use
8	in areas where terrain conditions are such that
9	construction can be more easily performed when the
10	surface is frozen sufficiently to provide adequate
11	support for construction equipment.
12	Q Mr. Dau, I'm sorry to
13	interrupt you, but my notes say that you had an over-
14	head which would illustrate the construction materials
15	and supplies by year, north of 60? Do we have that
16	or don'twe?
17	A I haven't seen that one,
18	sir.
19	Q Well my note is wrong,
20	so I will let you carry on.
21	A This technique
22	Q Perhaps, before I leave
23	that I'm sorry to this would have all been
24	resolved if you had got in on time this morning,
25	
26	A Yes, sir.
27	Q I know you'll have some-
28	thing to say to me later about that, but Figure 2,
29	which is opposite page 24 of the construction plan,
30	breaks down your resource requirements, materials and



1	supplies?
2	A right, sir.
3	Q And has there been any
4	change, apart from the changes in dates, does that
5	still set out the forecast as to the requirements of
6	materials and supplies per season per year?
7	A I understand there's some
8	change in the methanol quantities, resulting from a
9	revised testing program that was discussed by the
10	last panel, but other than that, I believe they are
11	appropriate.
12	Q The methanol my
13	recollection of the last panel is 25,000 tons.
14	Is your understanding different?
15	A I understood that it had
16	been discussed in the panel last week and that there
17	was some minor changes, I'm not sure what they are,
18	but other than that, it's still correct.
19	Q Now, Mr. Dau, does this
20	figure represent the resource requirements for the
21	entire Arctic Gas system, including south of
22	construction south of 60?
23	Mr. Williams has produced the
24	slide I was thinking of. That is the slide we
25	already had.
26	WITNESS WILLIAMS:
27	A Yes, sir.
28	Q Did we already have that
29	one?

Yes.

A



1	Q And that breaks down the
2	north of 60 resource requirements?
3	WITNESS DAU:
4	A Yes, sir.
5	THE COMMISSIONER: Could you
6	leave that for a moment, Mr. Williams?
7	You were looking a moment ago,
8	Mr. Genest, at the figure 2 on page 25?
9	MR. GENEST: Right.
10	THE COM MISSIONER: And you
11	were asking, is this limited to Northwest Territories
12	and Yukon section, and no one's answered
13	WITNESS DAU:
14	A Obviously not. It's
15	for the total Canadian.
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1	MR. GENEST: And that slide, sir,					
2	shows the breakdown, as I now understand it, of that					
3	figure 2 into it shows what portion of that will					
4	be dedicated to north of 60.					
5	THE COMMISSIONER: Yes, and					
6	well, this particular slide, if this slide that Mr.					
7	Williams is showing now is not in all of this material,					
8	perhaps it could be reproduced this evening and given					
9	to counsel and marked as an exhibit. It's very					
0	helpful.					
1	MR. HOLLINGSWORTH: Would it					
2	be possible to get something before the end of the					
3	day's proceedings for cross examination tomorrow?					
4	MR. GENEST: I think I can do					
5	that.					
6	THE COMMISSIONER: Yes. Well,					
7	I mean, what did I say, I thought I said at the end of					
8	the day's proceedings. Oh I see, well yes, immed-					
9	iately following the session.					
0	MR. GENEST: Well then, sir,					
1	I'm sorry, I interrupted you in construction procedures					
2	and you were discussing conventional winter construc-					
3	tion.					
4	A Yes sir, we do have					
5	a slide.					
61	Q And the conventional					
7	method would apply in non-permafrost areas and the					
8	southern fringe of permafrost areas, would it?					
9	A That's right, sir.					

Q All right.



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A And under this procedure right-of-way grading is allowed and the working surface of the right-of-way is kept clear of snow to induce freezing of the ground as early as possible. Snow removed from the working surface is piled over the ditch line to provide insulation to minimize freezing of the ditch line as much as possible.

That particular slide shows the 120-foot right-of-way width, indicates the area where the snow is cleared off the right-of-way, the working surface for the construction equipment and the winter road on the right-hand side of the right-of-way. It's not shown as a road. Can I have the next slide, please?

Q Is that where it says -- I'm sorry, let's stop at that one -- natural snow, is that the winter road?

A No sir, that's off the right-of-way. I think the next slide will clear it up a little.

Q Let me just understand something else about that slide. That shows -- well, as it says on the bottom:

"The conventional winter method which is used in southern regions."

A Yes sir.

Q And which you have told us is not going to be employed in permafrost regions.

A Right, sir.



In this case immediately

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And what does this slide

show?

This just expands on that last slide. The ditch is now dug, we can see some construction equipment working. The winter road or traffic lane is on the right-hand side. The graded working surface, the ditch, the spoil bank, and the stripped organic material is piled on the side in the event that they use that technique.

prior to ditching the snow cover is removed over the ditch line, the ditch dug, the pipe installed, and backfilled as quickly as possible to minimize the amount of frozen backfill material. Arctic construction differs in several ways. The fundamental difference is that the right-of-way is not cleared of snow, and as you can see on this slide, there's snow all across the right-of-way. Rather, snow accumulation is encouraged over the entire right-of-way. This serves several purposes. Essentially it promotes a protective cover over the surface vegetation, and this provides a base for the construction of a snow road for vehicular traffic, a working surface for heavy construction equipment, and a separational layer between the vegetation and the spoil pile. Another difference is that grading of the right-of-way is minimized in Arctic construction. This is because in areas of sensitive permafrost grading can cause permafrost degradation. For example, rather than cutting side slopes, filling techniques will be employed to the greatest extent



possible in order to achieve a level grade. This particular slide illustrates that point.

This is on a sloping section of the right-of-way and traffic lane, which is constructed of the snow road, the working surface has been levelled for the construction equipment, in this case snow can be used or borrow material from the spoil bank or other material. The snow surface, of course, helps in getting that material back into the spoil pile, you don't dig down into the vegetation.

Q The point is here, I take it, Mr. Dau, that rather than cutting into the permafrost to make a grade, you are filling.

A That's correct, sir.

Q Whereas in conventional areas, in southern areas you would consider cutting.

A Right, sir. Fill

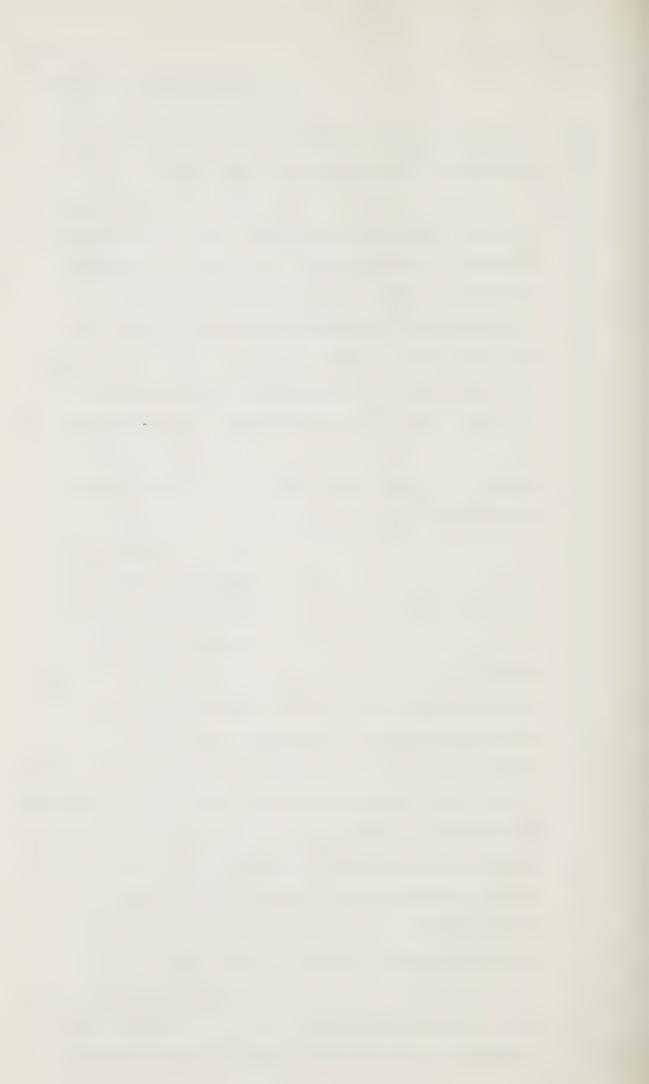
material for these purposes will be snow compacted to sufficient density to carry construction traffic, and as I mentioned, if required, snow will be manufactured to supplement natural snowfall, and as I mentioned when sufficient snow and water are not available, ditch spoil or borrow may be used. The earth used as a fill material will be placed over the layer of snow to provide a separation of the fill from the ground surface. This will limit the effect on vegetation during the backfill operation.

Now in addition to that we have one more slide that -- No. 25 -- which is the other section of the right-of-way which illustrates

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1	a trenching machine operating on a snow surface.
2	Q Is a vehical different
3	than a vehicle?
4	A As I said, sir, we're
5	getting some new draftsmen.
6	(LAUGHTER)
7	THE COMMISSIONER: May I ask
8	a question about this slide, Mr. Dau?
9.	Q The ditcher is headed to
10	the right.
11	A Right.
12	Q So the track precedes the
13	knife or the cutting edge of that thing.
14	A Right.
15	Q So the track remains on
16	the snow packed on top of the active layer?
17	A Yes sir.
18	Q I see.
19	A In this case, sir, the
20	active layer is frozen.
21	THE COMMISSIONER: Yes, on yes:
22	MR. GENEST: And the packed
23	snow, I take it, evens the irregularities of the ground
24	surface.
25 ]	A Yes in the conventional
26.	winter construction technique, there would be right-of-
27	way grading to level those irregularities.
28	Q And you don't do that
29	in permafrost terrain, you use the snow to provide that
30	even surface?



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do it that way.

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Q Now you were going to

deal with support facilities.

THE COMMISSIONER: I wonder if those five slides might all be supplied to counsel, Mr. Carter? They are very helpful.

M R. GENEST: Should they be marked, sir, as exhibits, as we go along? Or perhaps we can take them as a package when they're all ready.

THE COMMISSIONER: Yes, I thought somehow in the fullness of time all of these things were going to be --

MR. GENEST: Yes, I've already got to file, I think tomorrow, one of the back panel's slides and so on.

THE COMMISSIONER: Well, let's

MR. GENEST: All right.

THE COMMISSIONER: Excuse me, Mr

Genest, maybe I'm wrong in saying that because if counsel used these to cross-examine, it might be better if they were marked; so that one that was supplied earlier, classification of material tonnages north of 60, that should be marked, Miss Hutchinson, and then these five marked in order.

MR. GENEST: Marked in order thereafter. So we'll ask Miss Hutchinson to reserve the next five numbers.

(CONSTRUCTION MATERIALS & SUPPLIES NORTH OF 60



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(SLIDE MARKED EXHIBIT 110) (RIGHT OF WAY PREPARATION, CONVENTIONAL WINTER CONSTRUCTION SLIDE MARKED EXHIBIT 111) (CONVENTIONAL WINTER CONSTRUCTION SLIDE MARKED EXHIBIT 112) (ARCTIC CONSTRUCTION SLIDE MARKED EXHIBIT 113)

(SIDE SLOPE FILLING SLIDE MARKED EXHIBIT 114) (SNOW GRADING SLIDE MARKED EXHIBIT 115)

MR. GENEST: You were going to discuss support facilities, Mr. Dau.

Yes sir, support facilities for the pipeline includes snow roads, winter roads, borrow facility, wharves, camps, double-jointing facilities, weight-casting, and fuel storage facilities.

Q And you're going to deal with each of these in turn, are you?

Yes sir. First with respect to snow roads. Snow or all-weather roads will be used in all areas of sensitive permafrost in order to provide access to the rights-of-way, borrow pits, stockpile sites, and wharves. Snow roads will be used to provide a traffic lane for construction traffic along the working side of the pipeline rightof-way. It is expected that in general snow roads will be used in areas north of 65 degrees latitude. However, a final decision on snow road locations will depend on a detailed assessment of the right-of-way and access routes to be completed prior to construction. Whereever possible, snow roads will be located on existing cut lines and on the pipeline right-of-way.



1	Q What are existing cut
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3	A They're the existing seismic
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5	Q Right.
6	A And the type of snow road
7	to be developed in a given area will depend upon
8	availability and characteristics of the snow and other
9	meterrological factors, and the construction method
10	will vary accordingly.
11	Snow roads will be of two
12	general types. The first, which is to be used for
13	all access roads and the traffic lane of the pipeline
14	right-of-way, will be of sufficient road width to
15	accommodate two lanes of traffic, and it's approxi-
16	mately 32 feet, and of a density capable of sustaining
17	a heavy volume of vehicular traffic.
18	The second type, which is to be
19	used only as the working surface on the remainder of
20	the pipeline right-of-way, will generally be of a
21	lesser density and thickness than the first type, and
22	will not require as smooth a surface as it will be
23	used only for slow moving construction equipment.
24	If sufficient snow is available
25	from any source, example naturally by harvesting it
26	or by manufacturing it, the snow will be levelled and
27	may be compacted with low ground pressure vehicles.
28	In order to increase the density and surface hardness,

to levels required to support traffic, a pulverizer

mixing machine willbe used to mechanically process



the snow after the minimum of compacted snow cover exceeds 10 inches in depth. The processing will be followed immediately by roller compaction. Once the required surface density and hardness have been reached, wheeled vehicle traffic will commence.

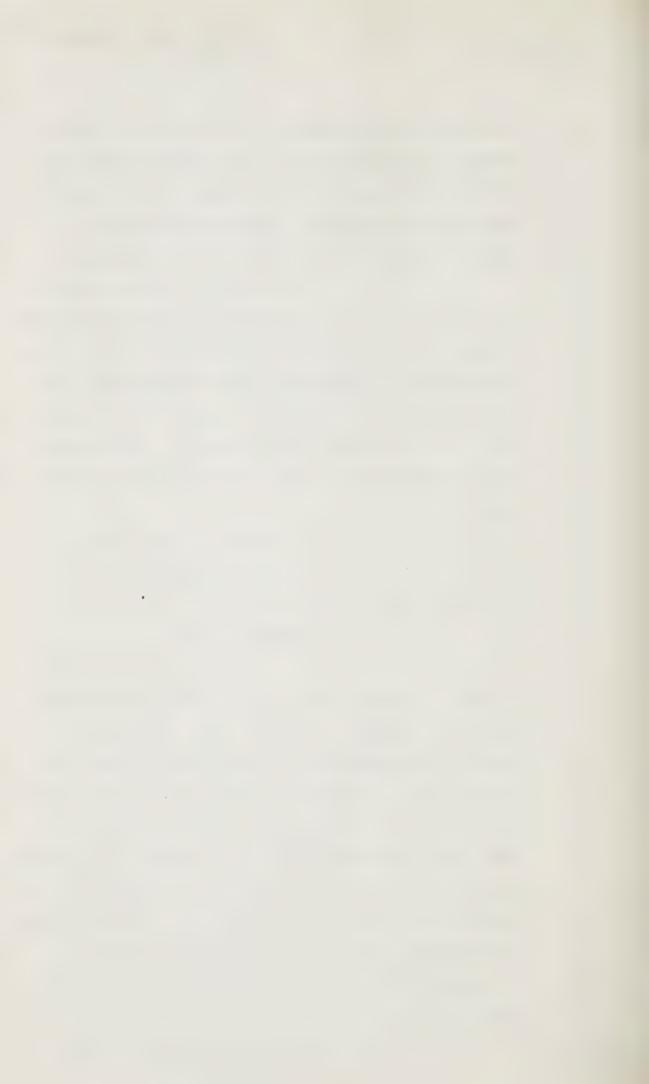
In the event sufficient snow is not available, or where the processing and compaction sequence does not produce a sufficiently hard surface, particularly at curves, the processed snow will be strengthened by the addition of water to form an ice cap. An ice cap snow road will mrmally have approximately five inches of water penetration in the snow surface.

Mr. Genest may have a few slides to illustrate one of the research projects we had on snow roads, and Mr. Williams can do that.

#### WITNESS WILLIAMS:

in this hearing that the snow road construction tests were attempted in 1972 at Sans Sault. These were not too successful, as the proper equipment was not available. In addition, snow and ice road tests were conducted at Norman Wells in 1973. However, these tests were not started until March, and although they were reasonably successful, it was felt that they were not completely valid as they were started so late in the season, and the critical period is early in the winter construction season when snowfall may be light.

For this reason, the Inuvik



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snow road tests were planned to start in October of 1973. As it turned out, this was a season of very light snowfall, with only four inches of snow cover to December the 1st, 1973, and only six inches of cover by January the 19th, 1974.

By comparison, in the previous winter, Inuvik had about 30 inches of snow cover in October. The site selected for the test was not far from the airport at Inuvik, and the town is a few miles down the road here, off the map. This is an existing road to a gravel pit here. This is an existing road to a radio tower on top of the hill here, so the snow road itself then consisted of this 950 feet leg down here, that drops about 55 feet. A 1,200 foot leg along here that's in fairly flat terrain, except for a small creek that winds down there, and is crossed by the road five times, was crossed, and another section here along the side hill so that we could better evaluate the problems that might be encountered in snow road construction on the side hill.

In addition, this map shows the location of Dolomite Lake here, where snow harvesting did take place, and you will see that later. I'm sorry, this leg dropped 55 feet in the 900, but it had a maximum grade in the middle of it of about 17 percent, and this leg was 1,700 feet long, and not 1,200 as I previously mentioned.

The side hill section had a side slope of about 11 percent, and the side hill



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section was about 1,100 feet long, so the total road construction -- constructed was about three-quarters of a mile. Next, please.

Now, we are going to need some more lights off. Can you see that?

THE COMMISSIONER: I can see it, but feel free to turn the lights out.

### WITNESS WILLIAMS:

A This slide was taken during the survey work. The cut line along here, and this is on the side hill section that has a slope in this direction of about 11 percent.

### MR. GENEST:

Q That's going from the top right hand corner towards the bottom left hand corner?

A Yes, the line of survey stakes is along the centre line or the side of the road, and this is the cross road referred to in this direction. This shot was taken in September of '73, before any snowfall at all, and the vegetation cover is mainly black spruce up to 6 inches in diameter, willow, alder and birch shrub, and a surface cover of moss and lichen. Next one please.

The clearing operation followed the survey, and this picture was taken -- the clearing was started on October the 22nd, 1973, the clearing was done by hand and only the black spruce was removed. We left the willow and birch shrubs and what-not intact. Next, please.



This slide is taken after the completion of the clearing. This is in the section looking down-hill. Of course two dimensional pictures don't show topography very well, but there is a slope down there, and the other section of the road comes in behind here. The terrain is very hummocky, and then again it doesn't show that well, but between the tops of the hummocks and the depressions between the hummocks, there was as much as two and one half feet difference in elevation. Next, please.

November the 1st, and as you can see, there was very little snowfall at that time. However, there was still some active layer left in the soil, and there was two or three inches of frozen material right at the surface, then eight to ten inches of thawed material on top of the permafrost, so this small soft track unit was used to compact the snow, the little snow there was, and compress the surface vegetation to induce frost, and get rid of the remaining active layer.

Q By get rid of it, you mean get it frozen?

A Yes, sir.

It was found that by using this procedure, that the active layer was completely frozen from one to two weeks in advance of the undisturbed areas back in the trees. Next, please.

This is again the down-hill section after compaction has taken place, and you can



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see that there is very little snowfall, and I think these two chaps here were probably scratching their heads wondering what to do next. Next, please.

So they went to town, to Inuvik, and they got a road patrol and a front end loader and a couple of dump trucks, and went to Dolomite Lake and started harvesting snow off of the lake's surface. This picture was taken early in December, and mind you, they could have started this earlier, this time there was 22 to 28 inches of ice on the at lake, they could have started earlier, but we were delayed in trying to solve the problem so it didn't start until early December.

At that time, there was -- the snow cover on the lake was only about three inches and in some of the drifted areas, up to six inches. But as I say, it could have been started earlier, even though the ice might have been a little thinner, but they could have worked at least around the shoreline. Next, please.

So this is the beginning of the snow road construction. The trucks picked up the snow at Dolomite Lake, and hauled it in to end dump it along the prepared right-of-way, and this is a D-6 tractor that was used to spread the snow. Next, please.

This truck is hauling about 16 yards of semi-compacted snow. The process of windrowing it on the lake and loading it into the trucks and hauling it that distance does give it



some compaction. This is just a bit of a rough section here, so the snow depth on the high side here is about two feet and four feet over here.



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As I mentioned, the trucks end up the snow, they back up on the road and dump the snow and it was spread by a D-6 dozer, and this is a truck that is backing -- a loaded truck that is backing over that snow that has only had slight compaction by the D-6 tractor, and you can see the tires are sinking in two to four inches.

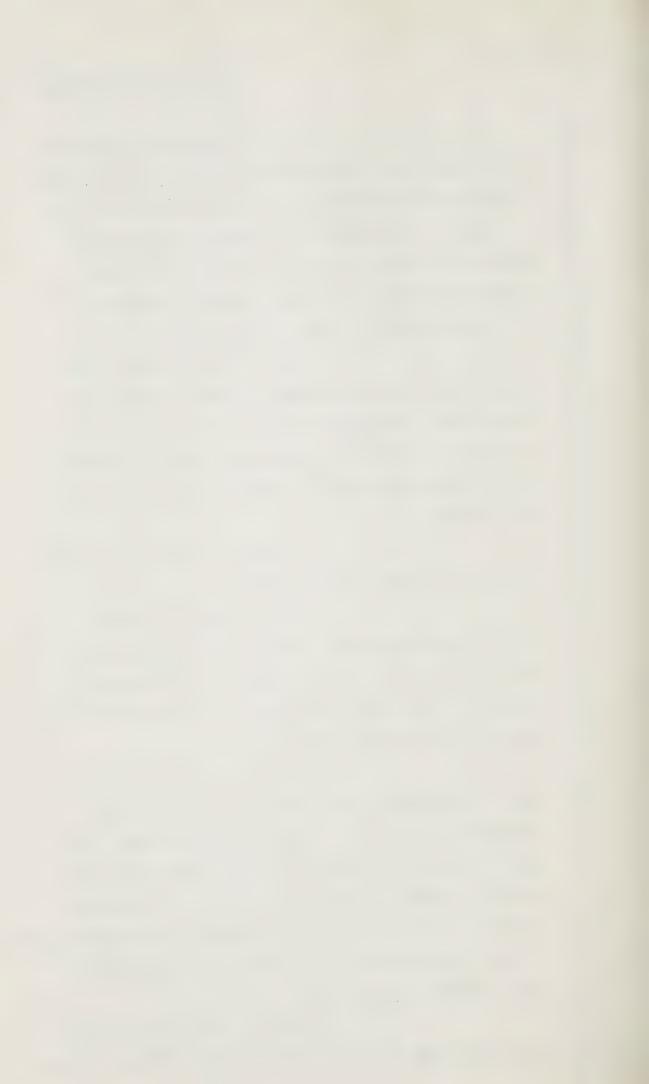
This is just another shot of the dozer spreading snow. These are the uncut shrubs that I mentioned earlier. You can see that they did get broken to some extent with the compaction by the soft-track vehicle. We'll get to that later. Next, please.

This is just another shot of the snow-spreading. Next, please.

This picture is similar to the previous one except the snow here has had about 24 hours to set up, so it by itself in cold weather it does gain a fair bit of strength. The truck is hardly sinking in it at all. Next, please.

So after sufficient snow is hauled to construct the road, this rotary plough cultimixer was over the road, and it consists in the back end here of a rotary drum with times on it that turns at a speed of about 250 R.P.M. It churns up the snow, it reduces the voids between the snow particles, it evens the surface irregularities, and provides a dense surface. Next, please.

This shows the tine; on the cultimixer when it is up in the raised position. This



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machine, by the way, was developed to prepare newly cleared land for farming operations; but it has been used for snow-road production by the Canadian Army and also in Antarctica. Next, please.

This just shows the condition of the road after the cultimixer has passed over. The width of this particular machine is about 7 feet, so it took several passes to cover the complete road which at a minimum top of about 30 feet. The snow on the lake before harvesting would have a density of about .25 grams per cubic centimeter. After windrowing hauling, placing and compaction by the dozer, the density would be about .35 grams per c.c., and after running over it with the cultimixer, and also the timber drag that we pulled over behind this to make it more level, more smooth and to add the consolidation, the snow would have a density of about .5 grams per centimeter, and that's about half the weight of water. I understand that the Eskimos have more than 20 words for "snow" and I think generally speaking, it describes the density of the snow and what use they can make of material it. I don't know how this /would work for building blocks, but I would guess it's pretty fair. Next, please.

This is just another picture of the cultimixer. As I say, it was followed by a drag of heavy timbers. Next, please.

So this is the snow road layout after construction. This is one of the existing roads we mentioned here. The other existing road is here, so this is the downhill section of the main



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road along the flat, along the creek bottom here, and this is the side hill section, and again the downhill section back through these.

Q Excuse me, Mr. Williams. When would this have been taken, any idea?

A Well, this particular one would be in January, Mr. Genest, because the main road was constructed in December, and they came back after Christmas and finished off the side hill section.

Q And was there still a shortage of snow? Was the snowfall still less than usual?

Α Yes sir, it was. I say, they came back in January -- I'm sorry I don't have the date on here, but say it was January 19th, I think I mentioned earlier that at that time there was only six inches of natural snow cover in the bush at that time.

A total of 922 truckloads were required to construct this road, which is about 14,000 yards, and that's at the rate of about 8,000 yards per mile. Next, please.

This is a section of the snow the long leg road along the little creek here. This is where the hill side /section comes back into the main road. There are brush piles along here that were disposed of at a later date by putting through a chipping machine. Next, please.

This is the 90 degree curve

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at the bottom of the hill, and they placed a little bit of super-elevation on the hill. It's higher on this side than on here, as you get on any conventional highway, so that the trucks on the trafficability test moving in this direction could get a run at the hill without slipping or powering out. Next, please.

This is a shot of the sidehill section with the trafficability studies in progress.

There is about a foot of snow on the high side here,
and four or five feet of snow on the low side because
of the slope in this direction. Next, please.

The trafficability tests were run and this particular truck has 190 feet of 48-inch pipe on it, it's about a half-inch wall thickness, as it gives a net load of 22 tons and a gross load of about 36 tons. Next, please.

This is a truckload of drilling mud on the trafficability test. It has a load of about 25 tons and a gross load of 39 tons.

This particular vehicle made 200 passes uphill without chains, and very little deterioration of the road occurred. It then made another 200 passes with chains on the tires and the top one to two inches of the road surface were chewed up a bit. In December and January about 600 passes of trafficability, 600 -- I'm sorry, about 1,600 trafficability vehicle passes were made over the main road, and 1,400 trafficability passes over the sidehill section. In addition to that, of course, was the traffic on the road during the construction period. Next, please.

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A very few pot-holes like this did develop, mainly at or near the curves. Next, please.

Some repairs were made to these pot-holes. In this case we tried a mixture of sawdust, snow, and water. Next, please.

It was found that with this snowcrete that was used, that traffic could resume over the road in about a half an hour. That is if it had set up. Providing the temperatures were low enough of course.

Next, please.

This just shows one of the passes that had been made of a truck load of mud in the trafficability test. Next, please.

This gives you a little better idea of the topography. I've been talking about, the 17% grade. That shows it a little bit better, it's right near the curve and there was four or five feet of snow on the embankment here because of the super elevation that was put on it, and you will notice that the snow does stand up at a fairly steep angle of repose. Next, please.

So also early in December just prior to starting the snow harvesting on Dolomite Lake, we tried manufacturing a bit of snow. This is a standard ski-hill type gun and all that's required for this operation is a source of water, and in this picture here is a tank truck, air compressors, and the hoses of course leading from the water and the air to the nozzle. A fine spray is



produced, and of course it turns to snow. The efficiency of these guns is higher at lower temperatures but snow can be produced at temperatures as high as 36 degrees Fahrenheit. Next, please.



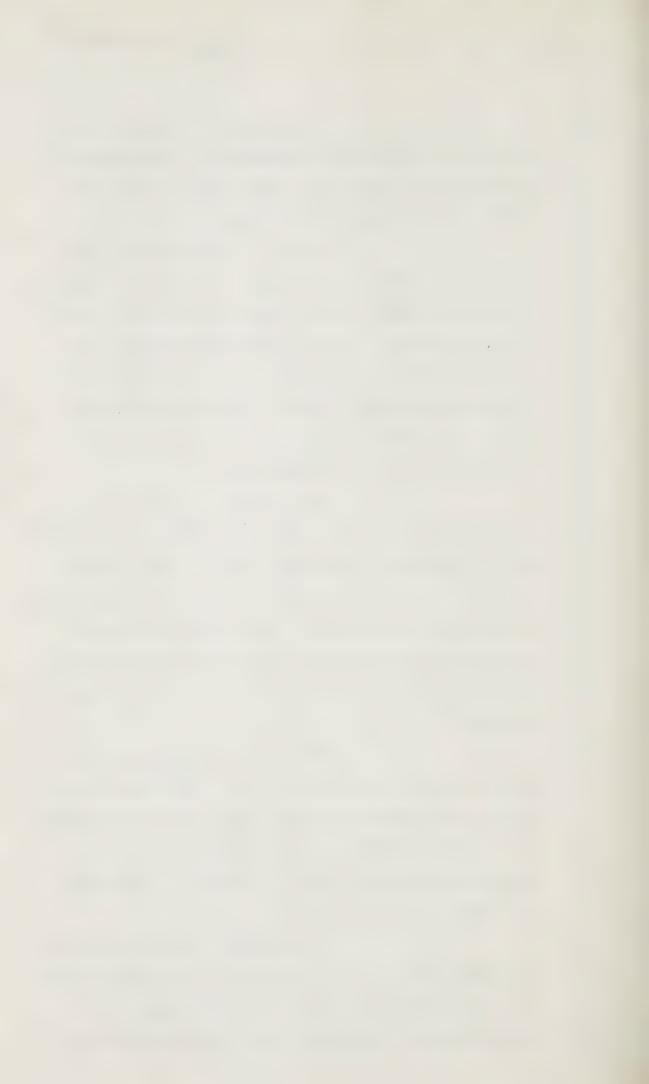
This is just a close-up of the snow gun. Much larger equipment has been developed and is now available than this one we had to work with at that time. Next, please.

This is just another shot of the same thing. The water truck, the air compressors and the snow gun, and there was kind of a gerry rigged apparatus. We just used the equipment that was available in Inuvik. The water pump on the truck was too small, the air compressors were too small, so we had — we only got about 50 percent efficiency on the snow production.

But anyway, a total of 31,200 gallons of water were processed in this manner, and it produced 12,500 cubic feet of snow in about 31 hours. And we think that it does have an application in the pipeline work, particularly in view of with the proper equipment, that 20 times the volume can be produced with one unit, utilizing six discharge nozzles.

The application would be for early in the season, such as this, with light snow-fall or for reinforcing the road at creek crossings or what-not, because you can vary the water-air ratio and get pretty well any density of snow that you want. Next, please.

The traffic - ability studies were shut down on January the 22nd, and were resumed on April the 6th to study the spring break - up deterioration, as the weat her turned cold on April



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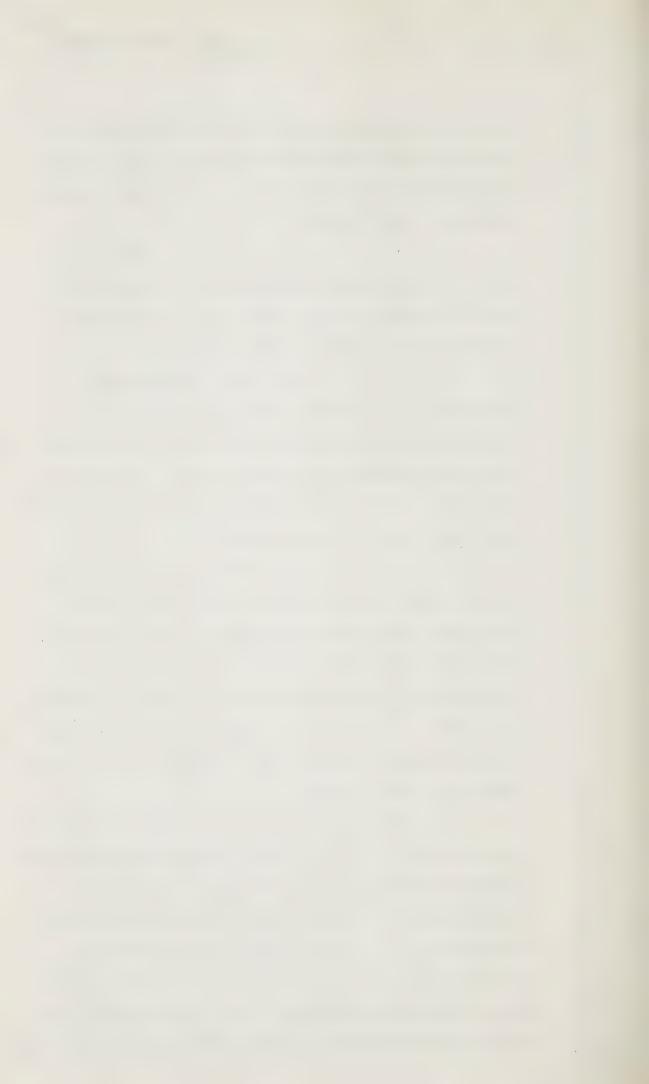
the 6th we shut down again, because this proved to be too early and we resumed the studies, the trafficability studies, on April the 27th when this picture was taken. Next, please.

This picture was taken on may the 5th and although deterioration is beginning to show in the road, a total of 96 truck load passes were made on this date. Next, please.

This is the following day on May the 6th. The ambient temperature was up to 37 degrees Fahrenheit and the rutting and the deterioration accelerated to the extent that the tests were concluded. Sixty-eight truck passes were made on this date of May the 6th. Next please.

This picture was taken on May the 12th, and the ruts made in the road here were caused by a four wheel drive vehicle that had trouble getting over the roads, getting pretty soft and the water was starting to run and so forth. However, in a pinch, this road could be used for soft tracked vehicles, hauling sleighs for instance, if it became necessary. Next, please.

taken in June of 1974. Northern Engineering botanists conducted vegetation and active layer depth studies in 1973, prior to construction and again in July and September of 1974. Their conclusions during this period, that although there was a substantial reduction in the vegetated ground cover, particularly the evergreen and deciduous shrubs, there was no significant



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change in their physical characteristics, including the surface elevation, the organic layer of thickness, and the active layer of thickness. The lichens and mosses were not severely affected, and the root structures of the shrubs appear to be mainly intact, and should put out new shoots and recover fairly rapidly. You can see from the picture that it doesn't look too bad. Next, please.

of '74. This shows the hummocky terrain a little bit, the lichen on top of the hummocks. We have a thermister string in here and a table for the read-out device, to measure the sub-surface temperature, and a total of 12 thermister strings were installed. Some in the disturbed area, and some in the undisturbed area, to give a comparison of ground temperatures and active layer thicknesses and so forth. Next, please.

This is another June picture. This picture doesn't show it very well, but that little creek that I mentioned runs along here, and there is a three or four feet drop here, another thermister string, and a table for the readout device. Thank you, I think that is the last one there.

I just have one view graph that

I would like to show. This is an artist's conception

of a snow manufacturing rig. All of this equipment

multiple
is in existence. This shows the snow gun mounted on

the drive-in vehicle. This shows a large, wide tracked



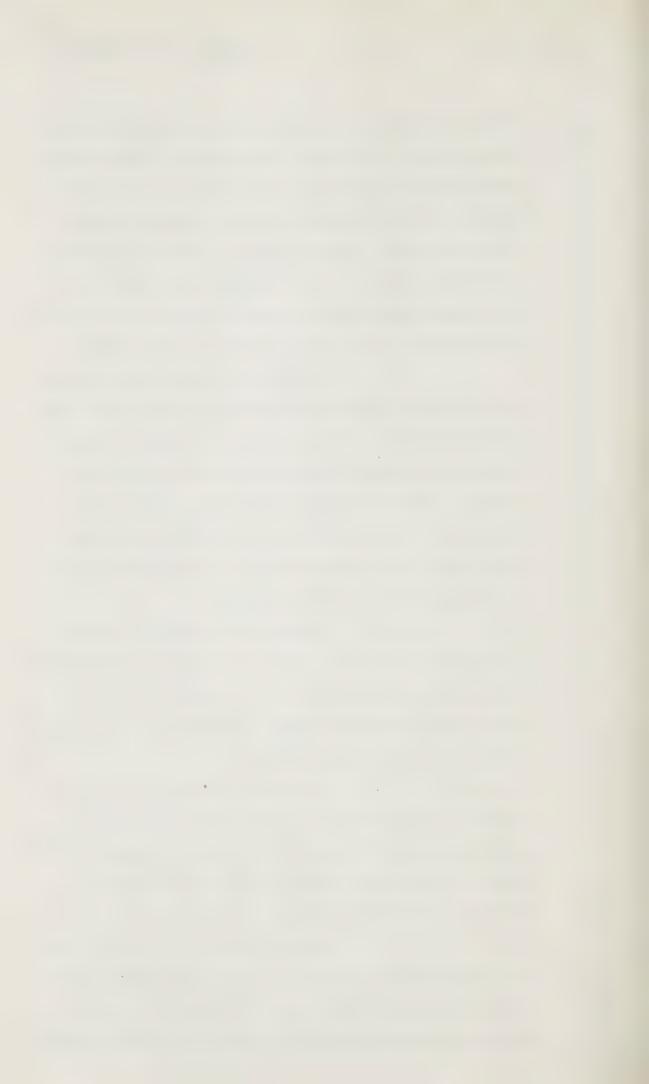
wheeled vehicle. It could be a soft tracked vehicle just as well. The water pumps and air compressors here feeding the snow guns and water storage here and here and this shows this water storage being drawn by a sled. So with the -- I think we have a good indication of -- I'm sorry -- the slides and view graph here indicate two solutions to the problem of low snowfall in the early part of the season.

Another solution, particularly in the barren tundra regions such as the Yukon Slope and the Richards Island area, is the use of snow fence to accumulate snow in the early part of the season. Quite frequently, the early snow fall is light, but the wind certainly does blow in these areas, and the little snow that is available can be accumulated in this manner.

These fences would of course have to be installed in the fall, preceding construction, requiring helicopter or all terrain vehicles, and by all terrain vehicles, I mean the air cushioned vehicle or the Rologon type.

It wouldn't be necessary, of course, to install snow fences along the complete spread length of the right-of-way. You might do the first 15 miles and build the snow road there and move the snow fences ahead.

The question can well be asked, are these not very expensive and unusual methods of constructing snow roads, and the answer is that of course they are expensive compared with other methods



presently used in the Arctic, however, at an estimated cost of 30 to \$40,000.00 per mile, they are a relatively small percentage of the overall construction costs.

It is so vitally important to be able to get an early winter construction start, that construction spreads must be furnished with this type of equipment to achieve the proposed schedules.

Hopefully, there will be sufficient natural snowfall to make the moving of this type of equipment minimal, and that that is a risk that can't be taken.

THE COMMISSIONER: I wonder, Mr. Genest, if the written presentation that Mr. Williams read from, could be marked as an Exhibit and distributed, because it's a little easier than reading the transcript.

MR. GENEST: Oh fine. Mr. Williams' notes, are they -- were you reading a script, Mr. Williams? I hadn't seen it, sir.

MR. WILLIAMS: Yes, it's not in very good shape for duplication. There are scratches and what-not but sure, we could xerox it tonight.

THE COMMISSIONER: Yes, if you wouldn't mind. That is an easy thing to refer to and portable, and sometimes the transcripts are not quite as convenient.

MR. GENEST: Right, sir. If counsel and you will excuse the seratches and notes, and make allowances for them, I have no objection.



I would be glad to do so.

Well that then deals with the subject of snow roads, Mr. Dau. Our next subject, I understand, is winter trails.

## WITNESS DAU:

A Yes, sir.

A number of winter trails presently exist in the vicinity of the proposed pipeline. These are unprepared trails that have been used over a number of years — a number of winters by sleigh traffic, or low ground pressure vehicles, and existing, and new winter trails will be used in drilling programs, and the preparation of remote sites that will accommodate communication towers and equipment.

Traffic to such sites will be minimal, being limited to that required for site preparation. If a satellite system is used for communications, the use of these winter trails will be greatly diminished.

Q Then we deal with winter roads, and can I ask, what's the difference between a winter road and a snow road?

A Well the winter road is the road we refer to in the conventional winter construction program, where grading is allowed.

Winter trails have not been graded, it's just the use with low ground pressure vehicles and sleighs.

And winter roads, as I said, will normally be used in the conventional winter



construction areas, that is non-permafrost areas. In such areas, all temporary access roads and the right-of-way traffic lane will be winter roads constructed by grading the road right-of-way to form a relatively level road bed, and allowing the frost to penetrate.

Construction traffic will travel on the frozen ground surface, and winter roads surface will be kept free of snow during the construction season. Wherever possible, existing roads and cut lines will be used as winter roads.



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## Dau, O'Rourke, Williams In Chief

Q Do you contemplate that many of these will be used north of 60?

A Yes, they will be used in the non-permafrost areas north of 60, generally oh, Fort Simpson south, and perhaps some north of Fort Simpson.

Q All right, then we go to the subject of borrow pits?

Α Borrow areas consisting principally of granular material will be required for the construction of all-weather roads, pads at compressors, compressor and measuring stations, air strips, docks, and wharves, and for concrete aggregate and select backfills. The location of the preferred borrow sources and alternatives are shown on the pipeline route maps contained in Section 13-A-2. Approximately 28 million cubic yards are required in Canada north of the 60th Parallel. The majority of the borrow pits will be developed and worked in the winter season. Most of the access roads connecting the borrow pits with the haul destination will be winter roads or snow roads in Arctic construction areas. borrow pits which will be used during all seasons will have permanent access roads. The whole subject on borrow pits will be dealt with in Phase 2.

Q Our next subject then is whaves and stockpile sites, Mr. Dau. Would you proceed?

A The construction plan requires the use of 20 wharves along the Mackenzie



River and the Arctic coast. Final site selections and designs will be determined as part of the final engineering design in consultation with the Department of Public Works and established Mackenzie River barge operators and the communities affected; and our response to question No.12 of the request for supplemental information of the Pipeline Application Assessment Group, we have dealt with design concepts and construction techniques.

Q Moving on then, sir, to the subject of construction camps, can you tell us something about those?

A Construction camps will be of various sizes depending on the function they are designed to serve. For pre-construction activities such as surveying, materials testing, environmental research, initial materials and equipment reception, and small-scale clearing, small camps designed for 10 to 50 men will be used. These camps will generally be at one location for time periods ranging from a single day to several months during both the winter and summer. Depending on the function being served, the modules will be designed to be transported either by all-terrain vehicles, helicopters, barges or sleds for use on snow roads during the winter season.

The small camps will be designed so as to be self-sufficient for periods of approximately two weeks, and will have self-contained waste treatment and disposal facilities. For site preparation, material receiving and compressor



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designed for crews from 50 to 200 men will be required. Camps of this type will be in use for periods of up to a year, serving a variety of functions such as receiving of materials and equipment, and construction of wharves, access roads, air strips, and granular pads. Size of the camp will be dependent on the functions being served at any given time. It is anticipated that these camps will eventually form part of camps devoted to major construction activities.

Q Just let me pause there for a moment, Mr. Dau. Do I understand from that sentence, that as much as possible when you build these intermediate size camps you will try and build them in a location where you anticipate a larger camp?

A That's correct, sir.

Camps of this type will be served by the river or coastal barge system, permanent access roads where available, snow or winter roads, helicopters or fixed wing aircraft if strips are available.

struction activities will be required for staging points and mainline construction. They will range in size from 500 to 700 men. These camps will be located either on major unloading sites or on locations scheduled to become compressor station sites. The size of the camps will vary considerably over the period in which they are in use, depending on the functions



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being accommodated from time to time.

Q Mr. Dau, as to the proposed location of these, I take it these are shown in Section 8 in the maps. That's the construction plan, do we show these sites in Section 13, is it?

A Section 13.

Q I'm sorry, Section 13,

and that is our sort of present look at where the general area in which these will be located?

significance, I take it, in pipeline parlance?

A Yes sir.

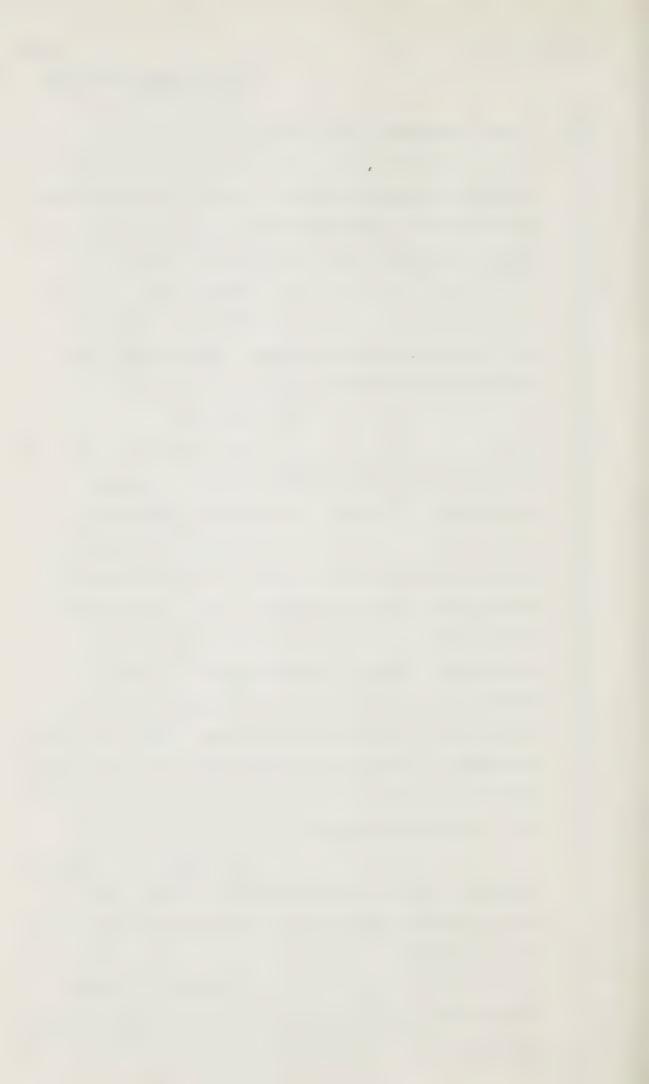
 $\Omega$  May I take you now to the subject of double-jointing which has special

A Pipe for the project will be supplied in 40, 60 and 80-foot lengths. For 40-foot pipe moving through Hay River staging site, double-jointing will be performed as part of the inter-modal transfer operation from rail cars to barges on automatic welding double-jointing racks.

The 40-foot pipe used in areas south of Hay River will be double-jointed at the various stockpile sites serving the route. The pipe in 60 and 80-foot lengths will not require double-jointing.

Q Well, there are a couple of things that I'd like to understand here, Mr. Dau. What is double-jointing; what's the process by which you double-joint?

A You weld two 40-foot pieces of pipe together and you have now got an 80-foot piece.



Hay River, yes sir.

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Dau, O'Rourke, Williams
In Chief

- Q I see. It's that simple?
- A That simple, sir.
- Q And when you have 40-foot

pipe lengths coming to Hay River, there will be doubleperformed jointing that you've just described at Hay River?

A At the staging site at

leave that subject, I don't expect you to answer this, Mr. Dau, but when we heard the evidence of the design panel last week, it was my understanding -- and I recollect it because I put the question that the pipe would be in 40-foot lengths, and I think cross-examination proceeded on that assumption. You might make a note of that, Mr. Goudge, and ask Mr. Scott in due course if that affects any of the answers received from the design panel because Mr. Purcell said the pipe would be in 40-foot lengths, and now it's apparent that it will be in 60 and 80-foot lengths as well.

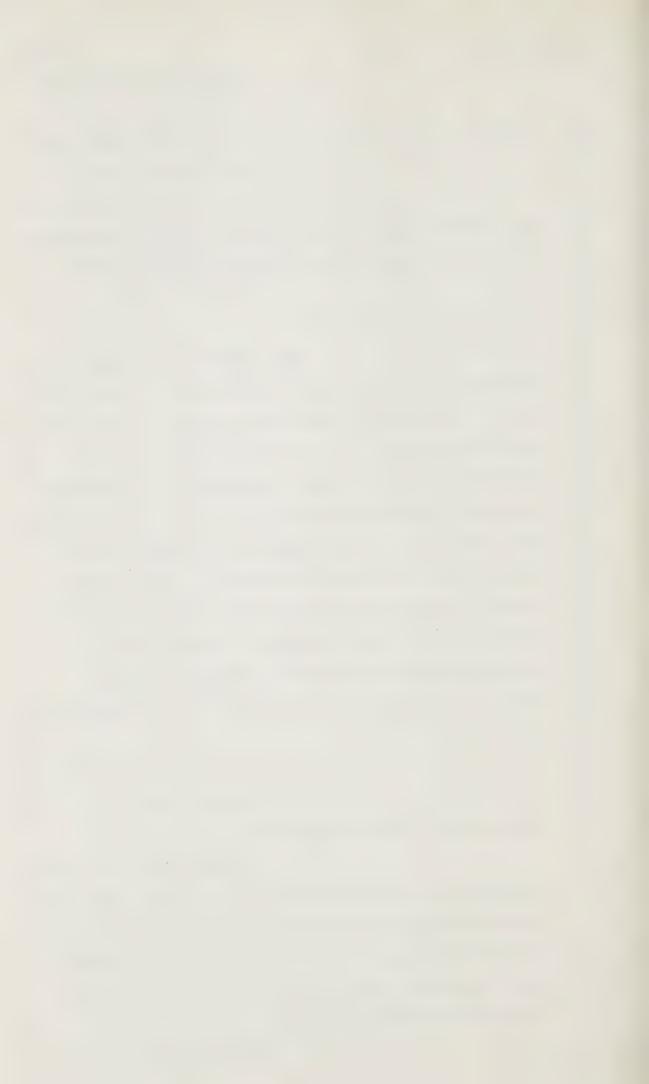
A Yes, I remember that.

Q That may have no

significance, but let's not forget it.

A It depends on the source of the pipe. The particular mill, as I understand it, sir, on the spiral weld mills, they can make the much longer joints where some of the longitudinal weld mills are -- some are limited to 40 feet, and I believe there are some that can make 60 feet.

Q Well, the matter came up



### Dau, O'Rourke, Williams In Chief

in connection with stress and strain, of which there was a great deal last week.

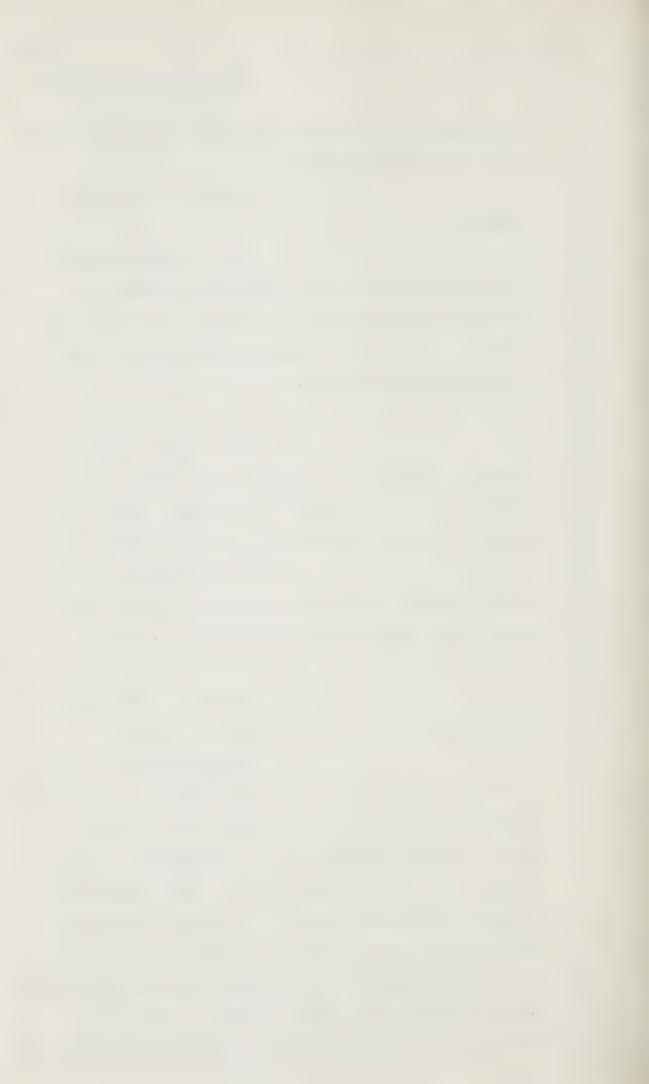
MR. GENEST: On the participants.

Q Well, before we leave that subject again, do I understand that when the pipe comes to the ditch it will be either 80 feet or 60 feet -- 80 feet as a result of an 80-foot length or a double-jointing of two 40-foot lengths, or a 60-foot length?

A That is generally correct. There are instances within, where the right-of-way is on -- with a reasonable amount of relief, in other words it's a pretty rugged right-of-way. It may be more convenient to construct it with a 40-foot pipe rather than with longer joints. But that's a decision that will be made in the final design process.

Q Thank you. Then let me move onto the subject of concrete weights.

five-ton concrete weights are estimated to be required for the project north of the 60th Parallel. The weight casting operation will be conducted at field sites located at stockpile sites, compressor station sites, or where practical, at borrow pit locations. These sites will be situated as close as possible to the point of usage on the pipeline in order to minimize hauling requirements. Where access to borrow is by snow road or winter road the required granular material



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# Dau, O'Rourke, Williams In Chief

may be stockpiled in the winter prior to pipeline construction.

Q You don't then anticipate importing concrete weights prefabricated?

- A No sir.
- Q Too expensive?
- A . Well, you'd be moving aggregate a long distance, which is not

all the aggregate a long distance, which is not necessary.

Q Then can I ask you to tell us something about construction fuel?

Α Fuel is required for every phase of construction activity from survey to final cleanup and restoration operation. Fuel types will include diesel fuel, gasoline, aviation fuel, heating oil and propane. For areas north of Hay River, fuel supply will be transported to storage sites along the Mackenzie River or Beaufort Sea, primarily by barge. Where practical, the fuel will be pumped directly from the barge into storage tanks; where transportation is required, the fuel will be loaded into tank trucks and transported to the storage sites. A limited amount of fuel may be brought in via the Mackenzie Highway. Where fuel must be stored, a separate area will be set aside for storage tanks and dikes will be placed around the tanks. These areas will be constructed in such a manner as to provide an impermeable barrier. In some locations this may require the addition of suitable membrana.

Q Addition to what?



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Dau, O'Rourke, Williams
In Chief

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2	normal di	ke that would	l be con	stru	acted of	bor	row
3	material.						



	in chief
1	Q So you would have a tank
2 :	and an area around it with a dyke surrounding the
3	tank?
4	A Yes, sir and if there was
5	not suitable borrow material to make it impermeable,
6	you would use some sort of a membrane so that it
7	would be impermeable.
8	Q Right. And the purpose of
9	that would be to contain any spill?
.0	a Yes, sir. And small
1	volumes of fuel must be stored, liquid fuel storage
2	tanks of the bladder type of up to 1,500 barrels
3	capacity, will be used. For larger fuel storage
4	requirements, steel tanks up to 5,000 barrel capacity
5	may be used instead of, or in combination with
6	bladder tanks.
7	Q Could you describe what a
8	bladder tank is?
9	A I understand, Mr. Reid, I
0	think had a picture, a slide of one when he was here
1	last week, and I have a note from him that says
2	that the slide you saw was of a 100,000 U.S. Gallon
3	tank, and it's a bladder tank. As a matter of
4	interest
5	Q I can take that or lump it.
6	A that particular
7 1	Q What's it made of?
8	A It's a plastic type thing,
9	with reinforcing material in it. That particular

tank that he showed the slide of, empty it is 54 feet



long and 67 feet wide; when it's filled, it's 53 feet long, 66 feet wide and four feet high. It's weight empty is 3,700 pounds and 4,800 pounds for shipping. It rolls up into a package that's about eight feet by seven feet by six feet.

MR. GENEST: Mr. Marshall tells me it's like a big water bed.

A Precisely.

Q What is the resistance of this type of material to brækage, or how secure is it?

A Very secure. Obviously, it can be punctured with -- you know, if somebody deliberately set out to do so. They're in use in -- there are quite a few of them on the North Slope in Alaska , at Prudhoe Bay as a matter of interest.

Propane fuel will be stored in cylindrical pressure vessels, approximately 900 gallon capacity, which will be loaded at source and hauled directly to the storage area.

Tankers, either wheel, sled or track mounted, depending on terrain conditions, will transport fuel, either directly to construction equipment or to tank storage facilities. Loaded propane cylinders will be hauled directly to the jobsites and upon use empty cylinders will be returned to the storage area.

Q Well, that, I think concludes our description of the support facilities that you will need. I would like to move on next, to



no one's surprise, to a description of steps in the construction of a pipeline and its related facilities. Would you proceed with that?

A Yes. The main steps required in the construction of the pipeline are surveys, clearing, grading, stringing, bending, ditching, welding, coating and wrapping, lowering in, tie-in, buoyancy control, backfill, crossing of rivers, streams and roads, installation of valves, testing, clean-up and restoration, and revegetation.

The survey step --

Q You're going to -- just let me -- you're going to take us through each of these, are you, Mr. Dau?

A Yes, sir.

Q Good. First is the survey

step?

A Yes, the survey step includes four phæss of location, construction, asbuilt and legal survey. It is now planned to establish control by use of orthophotomosaic mapping, utilizing this control the location survey will locate boundaries of all facilities sites and rights-of-way.

Q Can you tell us anything about what is orthophotomosaic mapping?

A Yes, within the application we provided mosaics of the route, which are -- I believe were at a scale of about 2,000 feet to an inch. Those were uncontrolled mosaics, and the scale varies



slightly over the length of the mosaic. In an orthophotomosaic, the scale is controlled, so that you can scale directly from the mosaics, and the -- excuse me, and the contours are drawn on the mosaic, so that you have a map that provides sufficient control in length on elevation to locate your facilities.

Construction survey crews will work in conjunction with mainline construction crews. Prior to clearing, the sites or right-of-way for all facilities will be located and flagged. Both sides of the pipeline right-of-way will be flagged prior to the clearing operation.

Prior to ditch excavation, the ditch centre line will be flagged.

Q Flagged means what I take it would mean to me is you just plant flags or stakes or --

#### A Yes, sir.

manent facility, a survey will be made to record the actual as-built location of all pertinent items.

The as-built survey crews will be scheduled to work closely with the construction activity, so that all pertinent data are recorded prior to burial of any pipeline, or other underground facility.

Q Could I ask you, Mr. Dau, what's the purpose of keeping this accurate record?

A Just so you know where everything is, in the event you have to go back and

relocate it at a later time.



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than within a foot. I think you're referring to trying to locate it with relation to some permanent survey monument. It could be quite precise in some instances.

Q And when you say the asbuilt location of all pertinent items, what kind of items have we got in mind here?

A Oh, the pipe, valves, drainage structures, within the station itself, the location of all fittings. Electrical conduit that's buried and things like that.

Q All right.

A And finally, a legal survey will be performed as required in accordance with the regulations of the Surveyor-General of Canada.

Q Can we move on then to a clearing operation?

involves the removal of trees and brush, and in non-permafrost areas, the operation will normally be carried out using bulldozers suitably equipped with a Vee or Rome-type cutting blade attachments and protective cabs for operators.

Brush and timber will be cut off just above ground surface. Workers with hand power saws and axes will be used for clearing when frost has not sufficiently penetrated the ground to



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support heavy equipment, or when machine clearing would produce detrimental environmental consequences.

Marketable timber will be cut and stacked in areas along the edge of and contiguous to the right-of-way or site. Non-marketable timber, slash and brush which is not desired by others will be piled and burned. Where required, timber will be used as rip-rap along the pipeline right-of-way. Such timber will be limbed and topped prior to placement.

in Arctic construction areas, and as a consequence, it is expected that hand clearing will be used more extensively. Further, conventional clearing techniques will be modified as follows: First, all dozer blades will be equipped with shoes to prevent cutting into the terrain, and secondly, particular care will be taken to select burning sites, having regard to degradation of permafrost. And if satisfactory sites are not available, burning sleds will be used.

Q Then we are onto stringing and bending operations, are we?

A Yes, sir.

In the stringing operation, pipe will be transported to the right-of-way by trucks or all terrain or track vehicles using winter roads from stockpiles, or where the supply schedule and location permit, directly from rail cars. That generally would be south of the 60th parallel, in fact it would be south of the 60th parallel.



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1		Pipe	e will be unloaded directly
2	at the point where it	is	to be used.
3 ;		In	the bending operation, pipe
4 %	will be bent as requi	red,	to fit the contour of
5	the ditch bottom. Al	1 bei	nding will be performed in
6	the field, using the	cold	stretch method, except where
7 '	shop fabricated bends	are	supplied.
8		MR.	GENEST: This may be purely,
9	I'm probably the o	nly p	person in the room who doesn't
. o .	really understand wha	t the	e stringing operation is.
1		Q	What is it?
2		A	It is to take the piece of
3	pipe from the stockpi	le s:	ite out to where you want
4	to install it.		
5 ;		Q	That's called stringing?
6		A	Yes.
7 {		THE	COMMISSIONER: So that it's
8	strung out beside the	dit	ch?
9		A	Yes, sir.
0		MR.	GENEST: Right.
1		Q	And did I stop you from
2	talking about the bend	ding	operation?
3		A	No sir, I finished that one.
4		Q	Thank you. Let's go to
5	ditching.		
6 !		Δ	In the ditching operation

A In the ditching operation, the ditch will be excavated to a minimum width of six feet, and to a depth sufficient to provide for at least 30 inches of cover. In areas where filling has been used, the 30 inches will be measured from the



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original ground surface. Detailed locations where extra depth ditch is required for buoyancy control or frost heave protection or drainage and erosion control, will be determined in the field.

As a result of these considerations, the average depth of burial from the original ground surface to the top of the pipe, will be approximately four feet. Where possible, wheeled ditchers will be used. In areas where wheeled ditchers cannot be used, some combination of blasting, ripping and wheel ditching or back-hoeing will be used.

Q I understand, Mr. Williams, I see that Mr. Dau's voice is rapidly cracking, that you have some relief in the form of a slide presentation?

THE COMMISSIONER: I think we will take another 5 minute break, Mr. Genest, if you don't mind?

MR. GENEST: Not at all, sir.

THE COMMISSIONER: And then we will carry on til six after that.

(PROCEEDINGS ADJOURNED)

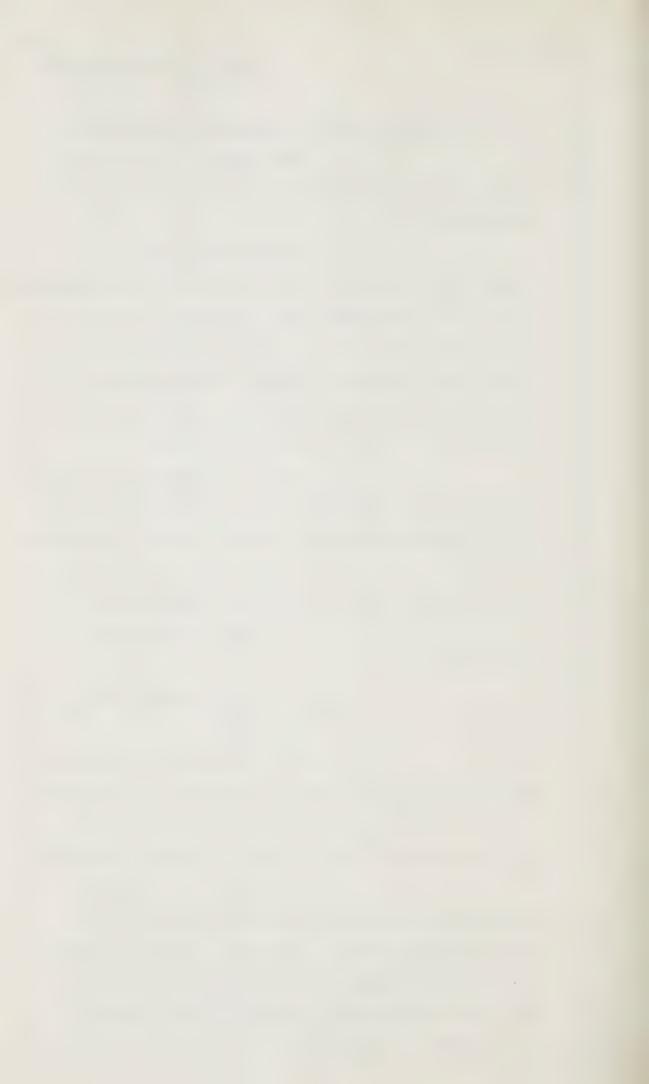


## Dau, O'Rourke, Williams In Chief

	In Chief
1	(PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT)
2	MR. GENEST: Q Mr. Williams
3	is now going to make his presentation on ditching, Mr.
4	Commissioner.
5	WITNESS WILLIAMS: Mr.
6	Commissioner, before we get into a bit of ditcher development, like to
7	would show a few slides that are general interest
8	slides with respect to pipeline construction,
9	things that have come up during the hearing and
0	things some of them that you have mentioned your- we thought
1	self, we put a few on just for that reason.
2	This is conventional winter
3	construction. We borrowed these slides and I think
4	it's in Northern Alberta, 24-inch pipeline construction
5	job. Here you can see the snow and the trash piled
6	over the ditch line to retard frost penetration.
7 1	Q What do you refer to
8 1	as "trash"?
9	A Oh, clearing debris.
0	Q Right.
1	A Mr. Genest, limbs and
2	whatnot that are left over from the clearing operation.
3	THE COMMISSIONER: So that
4	is piled on top of the what will become the trench.
5 ,	A What will become the
6	trench to keep the frost from penetrating to make
7	the excavation easier. We should add that in muskeg
8	terrain this procedure would not be used. The snow

will not be piled over the ditch; rather the snow

would either be compacted or dozed off to the side to



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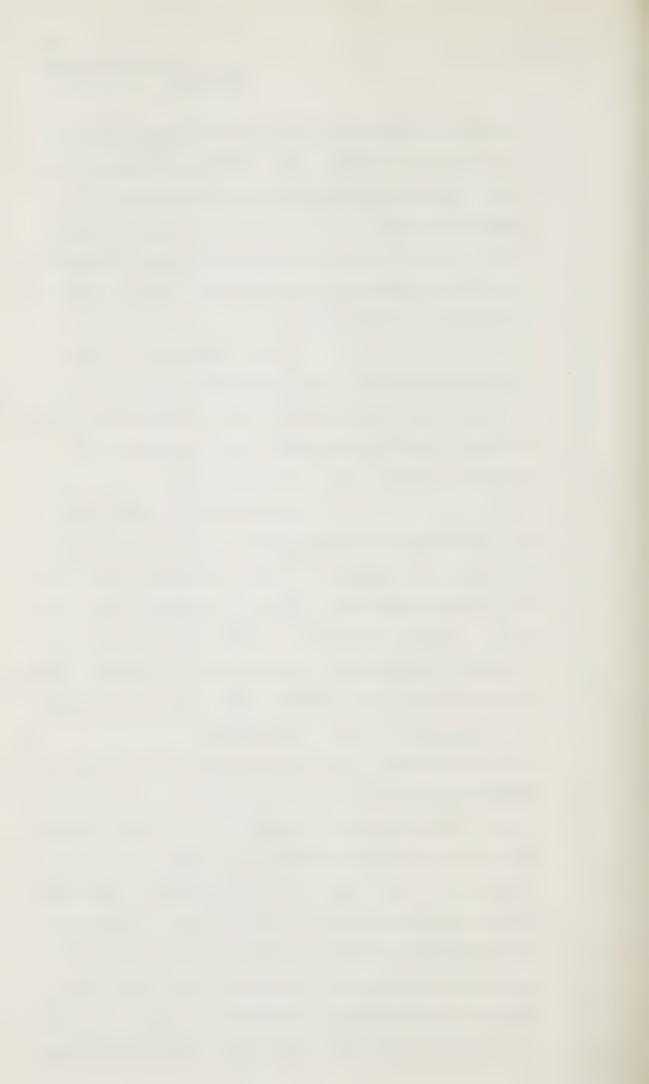
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encourage frost penetration into the muskeg terrain to give it sufficient frost thickness to support the heavy construction equipment, and this pipe, Mr. Genest, has been strung out along the right-of-way. Here is another truckload of 24-inch pipe coming down the winter road that has been graded fairly smooth on the side. Next, please.

This is the actual pipestringing operation, the side boom has lifted the
joint of pipe off the truck and is placed again beside
the snow that it's piled over the line that will
become the ditch line. Next, please.

So this then is after the

and debris has been pushed aside. Previously it was here along the ditch line. It's been pushed out to the side sufficiently far to allow the snow -- the soil, excavated soil to the spoil and I think last week, Mr. Commissioner, the question of sequence timing between welding and ditching came up for discussion. In conventional summer construction, it is the general practice to excavate the trench ahead of bending and welding operations. Inconventional northern winter construction it's the general practice to bend and weld the pipe ahead of the ditch excavation, and in this case the pipe here is welded, it's up on skids, and it's ready to go -- I'm sorry -the excavation, ditch excavation will proceed, the pipe will be externally coated and put in the ditch as quickly as possible and backfilled before the spoil pile gets a chance to freeze into unmanageable lumps.



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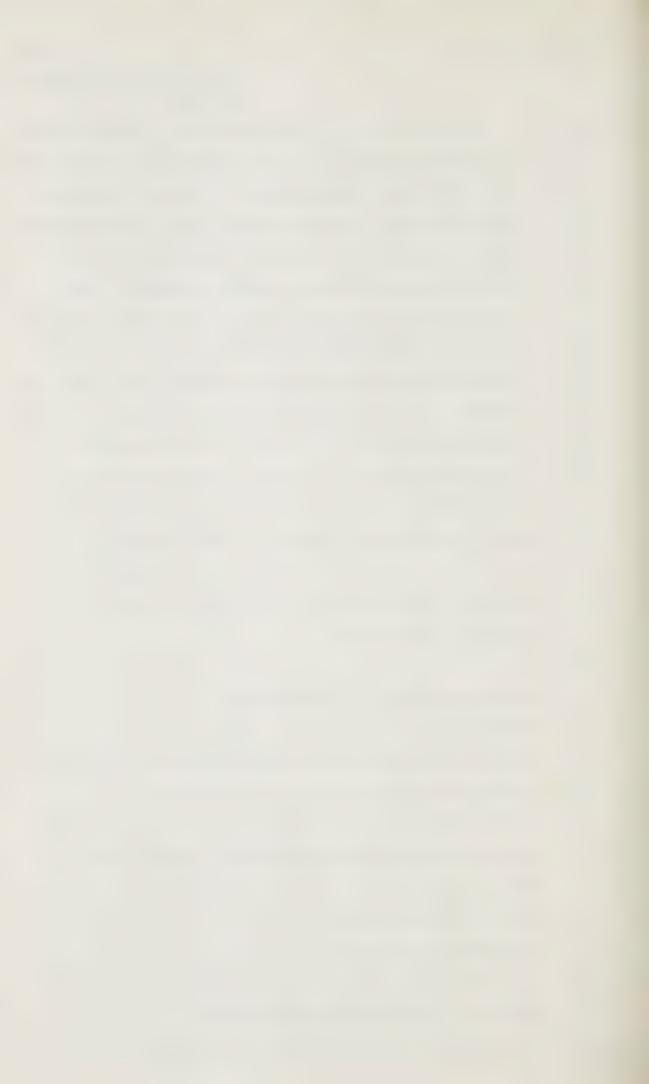
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# Dau, O'Rourke, Williams In Chief

In permafrost, in the continuous permafrost region the spoil material will be frozen so we won't have that problem of the spoil freezing in In that case we would probably ditch the spoil mound. ahead of the pipe welding, and wrapping, ahead of the bending, welding and coating, because if you construct the ditch first, then you can bend the pipe accuracy and you get better to a better/conformation in the bottom of the trench. Of course, in the continuous permafrost zone, when you construct the trench ahead of the bending and welding, there's a chance that it might, at least partially fill up with snow. But we feel that a snow blower can be developed to get the snow out of the trench before lowering the pipe in. Next, please.

This is just a conventional ditching machine working in the summertime on the prairie. Next, please.

up with respect to pipe bending. This is a pipe bending machine, bending, I think, a piece of 36-inch pipe. The machine has a segmented shoe on the bottom, another shoe on the top, and these segments are hydraulically controlled to bend the pipe. The side boom carries the pipe and places it in the machine. The operator pulls a bend in the pipe at that location. AT one spot he might pull up to 1 1/2 degrees total deflection in the pipe, then the side boom pulls the pipe forward a foot or two, and they put in another half to 1 1/2 degrees deflection and so on, until the pipe has been bent to the configuration of the



### Dau, O'Rourke, Williams In Chief

-- either the ditch bottom or if the ditching follows the bending operation, it would be done to conform with the surface terrain above the pipe centre line, and you can get a fairly smooth bend in the pipe by doing it in segments down the pipe. Next, please.

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This just shows manual welding of the pipeline in winter conditions. Next, please.

This is a picture of a coating machine, taping machine in this case, which is taken from the wrong end to show the coating, but I put it in to show that the pipe has been bent here to conform with the bend at the top of the hill. Next, please.

Okay. Now getting back to ditching machines, this is a conventional ditching machine that was used mainly on the prairies for pipe up to 36 inch diameter. This size is still in existence, of course, but larger machines have been developed, and you notice that this particular machine can be transported on one low-boy. This is a low-boy, Mr. Genest.

> MR. GENEST: Thank you. WITNESS WILLIAMS:

A Next, please. This is the machine that was used to excavate the trench at Sans Sault that you saw pictures of a week or two ago. It was developed by Banister Construction. In transporting this machine any great distance the wheel has to be taken off and the machine transported in two separate units. Next, please.

This is a picture of that same machine operating in the summer time on the prairie. I think it has a capability of five and one half feet wide, and maybe nine feet deep. Next, please.

This is the same machine, working at a little more difficult terrain. Next, please.



Next, please.

And this is the new generation

Banister machine, the one that has come out since, or

after the one I showed previously. This machine has

a total weight of about 200,000 pounds. The wheel

has a weight of 70,000. It has a diameter of about

17 feet, and it must be transported in two pieces.

This shows the wheel loaded on a low-boy that is made or constructed to take that particular wheel. Next, please.

This is another new generation machine. It has a total weight of about 280,000 pounds. The wheel weighs about 130,000 pounds. It has a total horsepower capability of about 1,200 horsepower. It was developed by the Henuset Brothers it in Calgary, and along with the previous ones you saw we used in a ditcher test at Churchill. Next, please.

This is another new generation machine put out by Barber-Greene. We tested this machine at Gillam, but found it wanting. We understand that they are making some modifications to it. Next, please.

And this is the same machine operating on the prairie. It works very well there. Next, please.

So, the first ditcher testing that we did was in 1971 at Sans Sault. You have seen some pictures of that. What we learned there was that we probably needed larger machiners and we certainly needed better ditching teeth. The next test was



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1 conducted at Churchill, Manitoba in 1973. The reason we went to Churchill because we would have much 21 rather ditched in the Fort Simpson area, but we looked and did quite a bit of drilling and we couldn't find 4 a suitable site in permafrost in the material that we 5 wanted to test the machine in, and at that particular year, the winter road wasn't constructed up to Norman Wells, so it was almost impossible to get there, and because there is rail facility to Churchill, we went in and did some drilling there, and it looked pretty promising, but it turned out to be very, very difficult, because it had great large boulders, the size of this table that didn't show up in the soils 13 drilling program.

> So then we moved to, the same year we moved the equipment to Gillam, Manitoba, into permafrost that is fairly warm, and it is at the other end of the scale. It was really too easy but the test at Gillam did show that we still had a real difficult tooth problem, although the machines, the new generation machines looked like they were getting up to the size that was required for this project.

After Gillam, the following year we tried, that was in the spring of '74, we tried testing some new teeth in a frozen gravel pit in Edmonton, and that wasn't too successful. the fall of '74 we did some testing in a shale at Seebe, just west of Calgary, and it looked like we had a good summer testing area and we went back in there again, this winter. That would be in January or



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February	of	1 "	75,	and	did	some	more	e te	esting	the	re,	and
then move	ed	to	a	froze	en g	ravel	pit	in	Calgar	ry.	Nex	ct,
please.												

So this is the machine used for the tests at Sans Sault. It's smaller than the new generation machine. Next, please.

This is a larger machine being unloa ded at Churchill, Manitoba. Next, please.

This is at the test site in Churchill. This is the Banister machine that has a covering over, they are welding on some pockets for different style teeth. It was very cold and bitter, windy weather when this was conducted. Next, please.

And this is ditching at Churchill, extremely difficult till soil conditions at
Churchill. We really couldn't get much production out
of these machines without blasting ahead of it, but
the till in this area we think is more difficult than
what we are going to find along the Mackenzie Valley.
Next, please.

This is the ditch wall at Churchill - - it's just like concrete, and the small teeth you notice here, some are wearing, breaking pretty badly. Next, please.

This is another shot of the ditch wall at Churchill. Next, please.



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# Dau, O'Rourke, Williams In Chief

This is at Gillam where/men-tion/we had the warmer permafrost. The machines can move along at the rate of up to 20 feet per minute, but again using the small teeth, they broke and bent and it showed us that we hadn't solved that problem yet. Next, please.

These are the teeth, the

style of teeth that were used at Churchill and Gillam these are standard

tests, ditching shapes. We tried different

metallurgical properties that didn't work too well.

These are a cylindrical tooth with a carbide tip.

Next, please.

This is the style of break that we got at Churchill. We tried hard-surfacing up some of them, they stood/ a little bit better but not much. Next, please.

And the carbide, this is a new carbide chip tooth, and they wore pretty badly also. Next, please.

This is the machine set up for the test at Edmonton. Here we tried much larger teeth and so fewer are required, but we found that in both the alloy and the metallurgy in the teeth and the shape were not right, and this test wasn't too successful. Next, please.

These are two samples of the new teeth that were developed for our test in 1975.

This one was developed in Sweden and it has metallurgical properties that appear to have great promise. This tooth was manufactured in Canada and it has a new



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### Dau, O'Rourke, Williams In Chief

hard casing technique that we also think looks very good. Next, please.

This just gives you the size of the tooth. It has about a 10-inch cutting shank on it, a cutting tip on it, and another four or five inches of shank that fastens onto the machine.

Next, please.

This is a similar picture of
the other tooth about eight inches long. Next, please.

This is then the ditching
machine set up to start winter operation at the Seebe
shale pit.

Q What kind of teeth?

A These are the Swedish

teeth. Next, please.

And this is excavating the frozen shale at Seebe. We had tried this pit last fall and it looked like it would be a good test area, but we found that when the shale froze that the hardness just increased dramatically, so we weren't able to get good production rates in this very difficult frozen shale situation, but we did learn that these new teeth that we had stood up very well to the difficult materials, and we did learn that much.

Next, please.

This shows the ditch wall in this shale pit at Seebe. You notice the striations here made by the teeth. The hardness of the material is very similar to concrete. Next, please.

This shows the teeth tried



### Dau, O'Rourke, Williams In Chief

in the shale pit, they	did wear not too badly but
they didn't break, and	they were subjected to pretty
severe stresses. Next,	please.

This is just another shot of the machineworking in the shale pit at Seebe. It's close to a mountainous area. Next, please.

This shows the comparative wear of some of the teeth in that Seebe test. This is a new tooth not worn. You can see maybe a quarter of an inch of wear here, a half inch of wear here.

Next, please.

This is the other style similarly showing the amount of wear that they received at Seebe. Next, please.

So this is at the gravel pit in Calgary. We had about six feet of seasonal frost in the pit here, and it was a pretty rugged test for the machine, and the teeth. Again these are the same teeth that we tested at Seebe. Next, please.

This is just a bit of the ditch that was excavated in that gravel pit. Next, please.

This shows a closeup of the ditch wall where the teeth sheared some of the gravel that was frozen in the matrix in the ditch wall. Next, please.

Another closeup of rock fracturing. Next, please.

More of the same thing.

Next, please.



## Dau, O'Rourke, Williams In Chief

you a sheared The hammer heregives/comparison

of the size of some of the rock that was by the ditching machine. Next, please.

So from the tests conducted this past winter we feel confident that ditching equipment and teeth are now available to ditch a large part of the proposed pipeline. Studies and additional testing are continuing, however, and at the request of Arctic Gas, we are initiating studies to develop a larger trenching machine that may be available for testing in permafrost next winter.

Q Thank you, Mr. Williams.

Now that your voice has had a rest, can we go to the subject of preserving removed tundra?

AITNESS DAU: As a possible aid in the re-vegetation process, tundra removal may be used in certain areas of continuous permafrost, particularly along the coast. The upper tundra layer, approximately 18 inches thick, would be removed from the ditch line prior to the main ditch excavation by using a ditching machine or other equipment. This material would be deposited along the outside edge of the spoil bank area so that it can be easily segregated from the main spoil pile for subsequent replacement on top of the backfill mound.

Q Next is the subject of welding, I take it.

A The present plan contemplates conventional manual welding. Other options under investigation are semi-automatic and



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Dau, O'Rourke, Williams In Chief

fully automatic methods. Welds completed during the welding procedure tests will be tested as required by regulations, and in addition, hardness and toughness tests will be carried out. All welds will be subject to both visual and non-destructive testing utilizing radiographic and/or ultrasonic techniques, as required for adequate testing of the welding process utilized.

MR. GENEST: Mr. Commissioner, if I might interrupt the witness here. Mr. Holmberg last week indicated that a film was available illustrating the automatic welding process. I understand that we have received it but have not yet seen it. We'll look at it tonight and if it's of interest, sir, we might show it, perhaps not interrupt the crossexamination if we're going to sit tomorrow afternoon, as I understand was the intention, we might put it on at that time, if that is convenient to you and the parties.

THE COMMISSIONER: Fine,

certainly.

Williams, before we leave the ditching machine, you showed three examples of what you call the new generation ditching equipment, developed by Bannister and a firm in Calgary and Barber-Reid, I think. Then you said at the conclusion of your presentation that Arctic Gas was -- had asked you to go ahead and develop a type of ditching machine that wasn't -- that went the beyond apparently those three examples of new generation of ditchers.



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Dau, O'Rourke, Williams In Chief

Is that where we're at?

1 WITNESS WILLIAMS: Yes sir. 2

That's what --

Α Yes, in the conclusion I think I also said that these ditching machines that are available will excavate a good percentage of this pipeline project. We want to develop a larger one to get a little bit more that these present ones might not make. There are so many advantages to excavating with a wheel type ditcher over blasting and excavating blasted material, that we certainly are encouraging it and feel it's worthwhile.

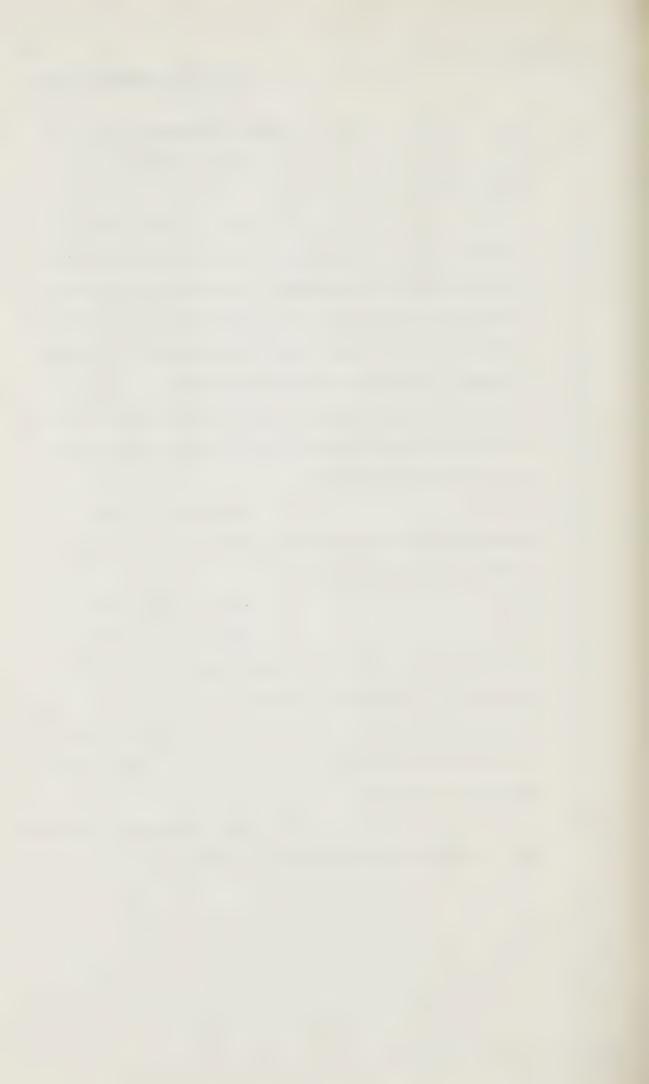
And the realistic 0 assessment as to the first winter when excavation would be undertaken is 1978-79 ?

That's right, yes sir.

So you're testing -- you

may be able to test the ditcher that Arctic Gas has asked you to invent or whatever it is, develop, I'm sorry, develop, this winter -- meaning next winter -which would be the winter of '76 - '77, that would give you two years.

A We're hoping for the winter of '75-'76, sir, which would be early '76.



make that, but we

wrapping, Mr. Dau?

- .1

# O'Rourke, <u>Dau</u>, <u>Williams</u> In Chief

THE	COMMIT	CCT	ONTE	D.

Q Right.

A We are not sure we can were hoping for it.

Q That would give you how many winters? That would give you three winters, would it, to test it, or to develop the kind of machine you want?

MR. GENEST: That's right.

If we are able to test it early in '76, that would give us two years to iron out the bugs.

#### MR. GENEST:

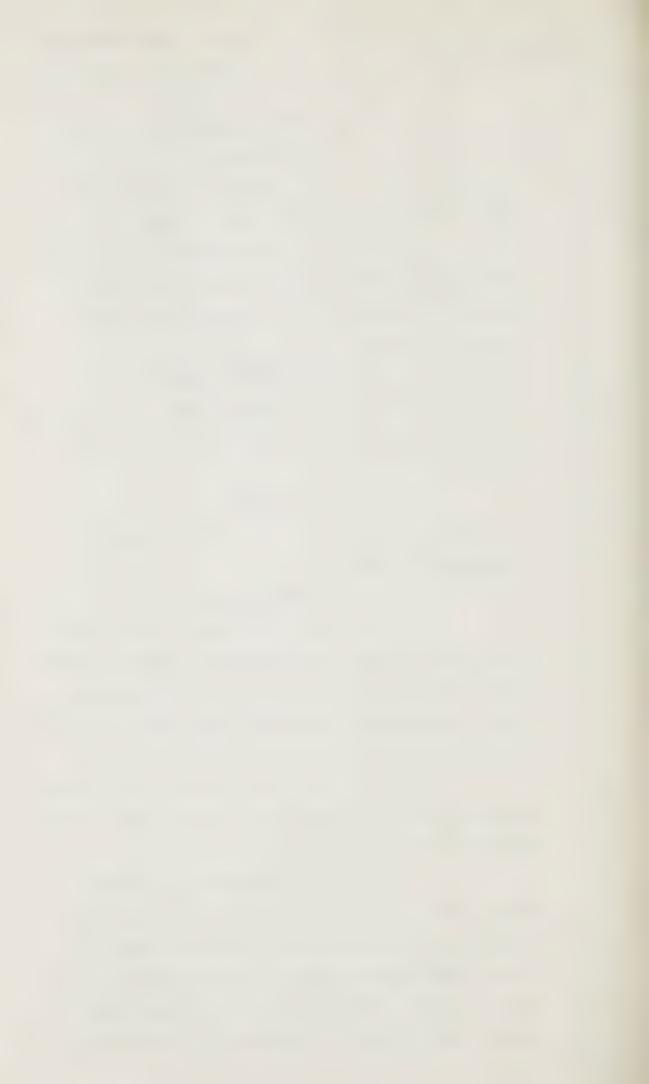
Q Can I go to coating and

#### WITNESS DAU:

A Yes, sir. Two options are available for coating and wrapping, either continuous line travel tape coating, or the use of pre-coated pipe. Selection of the method to be used in specific location is a matter of final design.

Q Well, do you have a choice between coating and wrapping, is that -- they are not mutually exclusive, are they?

A Coating and wrapping is essentially one operation. There are two options available to us, one which is the continuous line travel tape coating that Mr. Williams showed in one of his slides, and the other one is a pre-coated pipe, where the pipe is pre-coated at the pipe mill



	or at some other location, and is transported to the
	right-of-way in a coated condition, and then the only
The state of the s	coating which has to be done in the field is around
	the weld itself

Q Then following the coating, you have a number of steps to do. Would you describe them?

lowering the pipe into the ditch. Prior to lowering in, the ditch will have been cleaned of debris and drifted snow. When the ditch bottom cannot be completely cleaned to provide a smooth surface, a six inch layer of bedding material will be provided in the ditch bottom. The pipe, when laid in the ditch, will conform to the bottom contour of the ditch, so that it will be uniformly supported.

Next, tie-ins by girth welding, will be required to connect the welded pipe sections.

Q I don't get that sentence, on re-reading it, Mr. Dau. Could you explain it?

A Yes. We have welded up some pipe sections that will vary from a few hundred feet to several thousand feet in a length, and --

THE COMMISSIONER: You mean you will have done some girth welds before -- you will do the girth welding before you lay the pipe?

A Yes. The girth welding is the welding that's required to join two pieces of pipe together, two sections of pipe together.

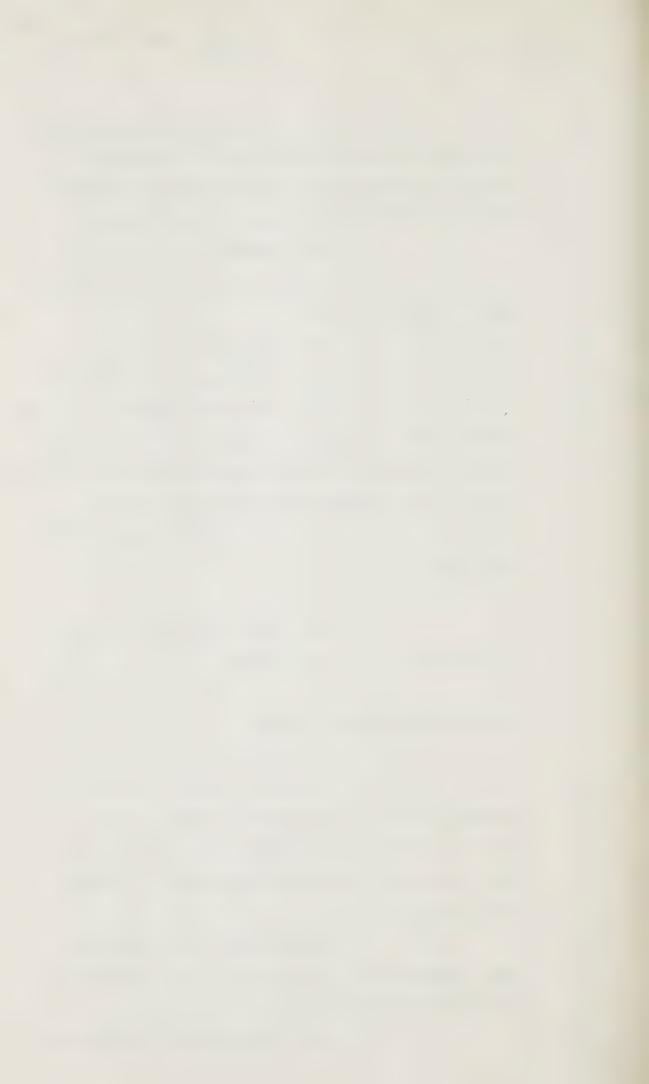
Q Right.



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1	A And the welding operation,
2	as you saw in some of the slides, is done above
3	ground, in sections that vary in length. And the
4	tie-ins is really tying those sections together.
5	MR. GENEST:
6	Q Isee. And that's once they are
7	lowered into the ditch?
8	A Yes, sir.
9	Q And how do you do that?
10	A By a girth weld. It's just
11	a matter of instead of welding two 40 foot pieces
12	of pipe together, we are welding long sections together
13	is all. No, the weld is not done in the ditch.
14	Q You raise it and then you
15	lower it?
16	A Yes.
17	Q Well that's what was
18	A Okay.
19	Q I couldn't figure out
20	how you got under the bottom.
21	A I'm sorry.
22	Well the length of these sect-
23	ions will depend on the number of bends in the
24	section, whether they are road, rail, pipeline and
25	river crossings, and whether there are any valve
26	installations.
27	The tie-ins will be made
28	using conventional practices of cutting, aligning and
29	welding of pipe ends.

Q Then we are dealing with



buoyancy control measures?

The pipe will be subjected to buoyant forces whenever it becomes partially or fully submerged in a water or soil water slurry medium. Several methods of buoyancy control will be utilized.

Continuous concrete coating will be used at selected locations, such as major river crossings and certain minor river crossings. Bolt-on river weights will be used on smaller water course crossings, and saddle weights will be used in other wet areas, such as muskeg where weighting is required.

Pipe anchors may be used in areas where underlying soil or rock will maintain anchorage.

Q Now we are going to go on to the question of backfilling, are we?

A Yes, sir.

In carrying out the backfilling operation, where rock, gravel, frozen fill or material is encountered of a size or shape that could cause damage to the pipe, one of the following procedures will be used: The pipe will be protected by the placement of select padding material, that consists of processed spoil material or borrow around the pipe to a minimum thickness of six inches, or rockshield will be applied.

After lowering in and backfilling the ditch, all remaining ditch spoil will be placed in a crown over the ditch centre line, so as to



compensate for spoil settlement.

If the native backfill is found to be unsuitable, select borrow will be placed, and the native backfill will be disposed of at appropriate locations. Select borrow may be required for, first backfill purposes at bends, and at road crossings; secondly, drainage, erosion and buoyancy control; third, areas of potential frost heaving and settlement; fourth, areas of potential seismic activity and lastly, grade restration.

In areas where the surface of the tundra has been removed and stockpiled before pipeline construction, it will be replaced on the surface of the backfilled area.

Q Now we are at the question of major river crossings?

normally be installed by welding the crossing pipe into sections on prepared working areas on one bank of the river. The pipe sections will then be pulled along the bottom into place in the excavated pipeline trench. This procedure will be utilized unless excessive bank grading would be required to prevent buckling of the pipe during installation, or deep excavations of banks, particularly in permafrost areas, would create slopes, instability and erosion.

Q Just let me stop you there for a moment, Mr. Dau. Ignoring these excessive bank gradings and so on and special problem areas, I'm not too clear as to what you mean when you say the pipe



1	sections will be pulled along	the bottom. How do
2	you do that?	
3	A Wel	l, as an example in a
4	river that let's say is 3,00	0 feet wide and there's
5	an area on one bank of the riv	er that's suitable for
6	assembling the pipe into secti	ons by welding joints
7	of pipe together, that was le	t's say a thousand feet
8	in length, you could then weld	your pipe sections up
9	into your pipe into three s	ections a thousand feet
.0	long.	
1	You woul	d pull from the opposite
2	bank with a winch, you would h	ave excavated your
3	trench, of course. You woul	d pull out a thousand
4	feet of pipe, move the other	one over, weld it on,
5	pull another thousand feet, mov	e the last section over
6	and weld it on.	
7	Q Tha	t's on the ice, you're
8	pulling it on	
9	A No,	sir.
0	Q You	're doing that in the
1	summer, aren't you?	
2	A	Yes, sir.
3	. Q Rig	ht. You pull it along
4	the bottom?	
5	A Yes	, sir.
6	Q And	you weld it below,
7	under water?	
8	A No,	you weld it up on
9	your working area. where you w	elded up your pipe

sections, the three sections of pipe that you welded



up.	
Q Right.	
A You take the first section,	,
and you pull it into the river, you pull it along the	
bottom of the trench, but you leave a bit sticking out	
of the water, so you can weld the next one up.	
Q All right. So you've got	
a section of pipe that's heading down to the bottom;	
one end is sticking out of the river and you weld on	
the next section?	
A Yes, sir.	
Q And you keeping pulling	
it	
A Yes, sir.	
Q until you get the whole	
section?	
A Yes, sir.	
Q Thank you.	
A If either of these two	
conditions exist	
Q Now the two conditions	
I interrupted you, so the transcript will make sense.	
The two conditions you're discussing now are excessiv	re
bank grading which would be required to prevent	
buckling, or deep excavation of the banks, particular	:l
in permafrost areas?	
A Yes, that's correct.	
Q Right.	
A If either of these two	
conditions exist and shallows are located on one side	9



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of the river, providing an area where a berm could
be constructed, crossing pipe sections will be welded
on a berm extending from the bank into the river
channel, and then pulled into place off the berm by

equipment located on the opposite bank.

A ditch will be excavated through the berm itself, and the final pipe section for the river crossing would be lowered into place directly from the berm.

Now, all that essentially says is we create a working area by building the working area out into the shallow water on one side of the river.

And the backfilling and restoration activities, the berm will be removed, and the granular material will be used as backfill material, and as erosion control cover where required.

Where excavation of the trench and the river channel for the pipeline crossing will require drilling and blasting, it will be conducted through the ice during the winter prior to installation.

During the following summer and spring, prefabrication of the crossing sections will be completed with the welding of pipe joints into sections. The lengths of sections will normally be from 500 to 1,000 feet, depending on the available working area and width of the river crossing.

Each weld will be radiographically inspected and each pipe section



hydrostatically tested.



Pipe joints will be pre-

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coated with anti-corrosion coating and concrete at staging areas such as Hay River, and shipped to the river site. Alternatively, pipe may be welded and given a uniform coating of concrete at the field site. The concrete coating will be joined by means of compressible spaces to allow the coated pipe to assume the required curvature during installation. During summer and fall the excavation of the trench in the river bed will be completed. Backhoes, clamshells, draglines, dredges, or combinations of these machines will be used to excavate the trench. Spoil will be cast aside beside the trench on the downstream side. Winches will be set in place on the bank of the river opposite the prefabrication area. On the prefabrication side, rollers or tracks and dolleys will be used to guide the pipe sections into the excavated ditch and across the river. The pipe sections will be guided and restrainedduring the pulling by hold-back winches, cranes and side booms positioned on the top of the bank and along the approach slope. Sufficient floatation cylinders will be banded to the pipe to

As each successfive pipe section is pulled, the next sections will be welded on and the joint welds will be radiographically tested

into the trench bottom.

keep the pipe just off the river trench bottom during

the pull. Once the crossing is in place, the floatation

cylinders will be removed, allowing the pipe to settle



and coated until all sections have been welded together.

Once in place the complete river crossing sections
will be hydrostatically tested.

Q Could I just go back for a moment, Mr. Dau? You have on the previous page of your summary of evidence, 21, a statement that:

"Where excavation of the trench in a river channel for the pipeline crossing will require drilling and blasting, it will be conducted through the ice during the winter prior to installation."

I take it that the "it" there refers to the drilling and blasting.

- A Yes, that's correct.
- Q And do you expect the -- whatever excavation has been accomplished by that process to be filled in during the spring flood?

A There wouldn't be any excavation accomplished. It would be a matter that you've loosened it up so it could be excavated.

Q You loosen it up and you go back and do the excavation at the time of the installation of the crossing.

A That's right.

Q Well then, that takes
us to minor river crossings, and perhaps it might be
useful to recall that the distinction between major and
minor is really in your province, in contractor's
terms, is that -- do I understand that correctly?

A minor crossing is one that the contractor -- or a



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major crossing is one that you let a separate contract for?

Yes, you generally have a contractor who specializes in river crossings install the major crossing, where the minor crossings would be installed by the contractor who is installing the pipeline in the area. For most of the minor river crossings the water flow under winter conditions is either very low or nil. Therefore these crossings can be constructed through the ice by lowering the pipe directly into the ditch, with side boom tractors and The trench excavation will be carried out using a combination of drilling and blasting, clamming, hoeing and dredging and draglining, as determined by the nature of the river bed material.

And how will you handle 0 road and highway crossings?

Road and highway crossings will be carried out by open cut, where permitted. Temporary passage of traffic will be provided for by either a detour or a temporary bridge across the excavation. Pipe at crossings will either be protected by a casing pipe 56 inches in diameter surrounding the carrier pipe, or heavy wall pipe will be used. The crossing pipe will be backfilled with granular material and the fill will be compacted as specified to prevent settlement of the road surface.

Where necessary, board and case crossings will be installed under major roads, highways and railroads. These will be gored for a



## Dau, O'Rourke, Williams In Chief

56-inch diameter casing pipe. The carrier pipe supported by insulated spacers will be placed inside the casing pipe, with casing seals at each end.

THE COMMISSIONER: Could we

go back, Mr. Dau?

A Yes.

Q For a moment. Major river crossings and minor river crossings, so far as you're concerned, are the so-called major river crossings limited to the Mackenzie, the Bear, the Peel and so on, or in other words is it that half-dozen?

A That would be my view,

yes sir.

Q I only mentioned three but there must be more. The two of them, the Mackenzie under the revised plan the Bear, the Peel and --

MR. GENEST: I think I remember others but offhand I can't -- is the Willow Lake a major crossing?

A I wouldn't think so.

Q No.

A Not in our classification,

sir. There would be some major crossings south of 60.

Q North of 60, do you think you can safely peel off from memory the ones you consider major?

A The Mackenzie at Point Separation, at Swimming Point.

Q I think, sir, at page 48 of tab 6, in the construction volume, Exhibit 55,

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Dau, O'Rourke, Williams

	In Chief
1	A Yes, there's three Mac-
2	kenzie River crossings, the Peel River, and the
3	Great Bear.
4	Q That's right, and there
5	is one less Mackenzie Crossing and there's the Liard
6	River that does not need to be crossed in view of the
7	Fort Simpson
8	A Just Liard is dropped.
9	Q change. Are there
10	still three Mackenzie crossings?
11	A Yes sir.
12	Q Right.
13	THE COMMISSIONER: Well, north
14	of 60, how many crossings are there of the Mackenzie?
15	A There's a Mackenzie
16	River crossing at Swimming Point.
17	MR. GENEST: Point Separation?
18	A South of Richards
19	Island; there's a Mackenzie River crossing at Point
20	Separation for the lateral from Prudhoe Bay; there's
21	the Peel River crossing; there's the Great Bear River
22	crossing; and there's the Mackenzie River crossing
23	near Fort Simpson.
24	Q And there used to be
25	the Liard. Let's move on now, sir, to the construc-
26	tion of compressor/measurement stations.
27	A The construction schedule
28	for compressor and measuring stations allows for
29	construction in both winter and summer seasons. Summer

construction, particular concrete foundation work,



## Dau, O'Rourke, Williams In Chief

will be used wherever possible. In the north, access limitations will dictate that most of the station pads be constructed in winter. Wherever possible, the gravel pads at compressor stations will be used initially as stockpile and campsites for the construction of the pipeline, and support of operations and maintenance activities until the station is constructed. Metal clad insulated buildings will house the major components. These buildings will be supplied in prefabricated form, thus simplifying erection and assembly at the station site. Mechanical and electric equipment required for stations will be supplied in modules constructed and assembled and tested in southern centres. The main gas and gas refrigeration piping will be prefabricated to the extent practicable.

Q The next step we deal with then is the cleanup operation.

A Yes sir.

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Material would be collected and returned to the original construction stockpile points, or to other designated storage areas. All waste construction material will be removed and disposed of at designated

locations. Combustible waste will be burned.

Other materials will be buried on the right-of-way at stations or other facility sites, or at abandoned borrow pits. All buried material will be covered with at least 24 inches of fill. All damaged or leaning trees will be felled unless otherwise specified by the land owner or regulatory authority.

Public and private roads used or crossed during construction will be returned to a condition at least equal to their standard prior to construction. Temporary roads built for construction purposes will be cleaned up in accordance with the requirements of the land owner or regulatory authority.

Q That sentence, Mr. Dau, what land owner do you have in mind?

A That applies almost exclusively to south of 60, private land owners.

Q Then we could deal, could we, with restoration and revegetation?

A The pipeline right-of-way will be restored to its original condition as completely as is practicable. Cuts for construction purposes will be graded to conform -- to form safe



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and stable slopes. This will require placement of
breakers, cross berms, terraces and diversion ditches
across the right -of-way to prevent the flow of water
along the pipeline ditch and to maintain, to the extent
possible, natural drainage passages patterns.

Q These were discussed by Dr. Clark's panel in some detail?

A I believe so, sir.

Q This is what we are talking

about here, isn't it?

A Yes.

Q And the first spring following construction, the right-of-way will be seeded and fertilized. Aircraft will be used to seed the straight and relatively level portions of the pipeline. Other areas will require use of helicopters. Ground crews will be used at hillsides, river crossings or other areas requiring the spreading of erosion control mats, the planting of shrub cuttings or the application of seed by hand.

At borrow pits which will not be required for operating and maintenance purposes, restoration will be undertaken as soon as practical, following completion of construction.

Restoration and revegetation will also be required around the boundaries of station pads, air strips and roads. This entire subject will be described in greater detail during phase 2.

Q Sir, we are at the subject of field pressure testing, which I think is a mere



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repetition of what we heard in the design panel.

And I see it's six o'clock.

It occurs to me, sir, that if
we are going to start cross-examination tomorrow and
we are going to show a presentation relating to automatic welding after some people have started crossexamination, we may be getting ourselves into a bind
as to showing material in chief that people who have
already cross-examined, may want to ask questions on.

So I wonder what the best procedure is. I'm in everyone's hands.

THE COMMISSIONER: Well, I would be inclined myself, Mr. Genest, to take the view that we ought to proceed with cross-examination tomorrow morning. The film I think should be deferred, because it seems to me unlikely that there will be a great many questions about automatic welding, and that would be my feeling.

Mr. Hollingsworthand Mr. Bell,
Mr. Bayly , Mr. Veale and Mr. Goudge, we will certainly
reach some of you tomorrow and for all I know, reach
everyone of you -- you can work out among yourselves
presumably the order in which you will proceed, in
case you want to alter the usual arrangement.

Counsel for Canadian Arctic

Resources Committee isn't here, and I'll put them

after Commission counsel, and expect all of you to

go before we call upon Mr. Anthony or Mr. Lucas, and

if they didn't think we had reached cross-examination

and they had not planned to be here, we will try to



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sort that our before Wednesday afternoon. 7

> MR. HOLLINGSWORTH: Mr.

Commissioner, I presume if some of us proceed with cross-examination before this film is shown, questions would arise, you will permit us to open cross-examination again on the points raised in the welding film?

> THE COMMISSIONER: Yes, certain-

ly.

MR. GOUDGE: Well it may be, sir, that over the evening or after we break now, if counsel are interested in pursuing the matter of automatic and myself welding, they could let Mr. Genest/know and we perhaps could come tomorrow armed with some knowledge of people's interest in that.

THE COMMISSIONER: Well, if counsel decide among themselves that they want to see this film first thing in the morning, that's all right with me. I'll leave it entirely up to all of you, and if you want to decide that first thing in the morning, that's all right too.

I just thought that we'd all be fresh in the morning, and counsel would be perhaps rather more anxious to cross-examine then, than 3, or 4 or 5 in the afternoon. Films are things that we all just have to sit here and take it in, but --Sir, I take/it's

your intention to sit both tomorrow morning and tomorrow afternoon?

MR. GOUDGE:

THE COMMISSIONER: Yes, unless



it turns out that we're not any farther ahead if we do that, but I think we will start at nine in the morning and carry on til one, and then go from 2:30 for another hour or two hours, whatever -- we'll see how far we get before we run out of gas.

(PROCEEDINGS ADJOURNED TO 9:00 A.M., TUESDAY, APRIL 22ND, 1975)

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347 M835 Vol. XXXIII

AUTHOR

Mackenzie Valley pipeliminquiry:

Vol. XXXIII 21 April 1975





## MACKENZIE VALLEY PIPELINE INQUIRY

IN THE MATTER OF AN APPLICATION BY CANADIAN ARCTIC GAS PIPELINE LIMITED FOR A RIGHT-OF-WAY THAT MIGHT BE GRANTED ACROSS CROWN LANDS WITHIN THE YUKON TERRITORY AND THE NORTHWEST TERRITORIES FOR THE PURPOSE OF THE PROPOSED MACKENZIE VALLEY PIPELINE

and

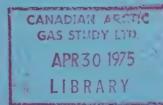
IN THE MATTER OF THE SOCIAL, ENVIRONMENTAL AND ECONOMIC IMPACT REGIONALLY OF THE CONSTRUCTION, OPERATION AND SUBSEQUENT ABANDONMENT OF THE ABOVE PROPOSED PIPELINE.

(Before the Honourable Mr. Justice Berger, Commissioner)

Yellowknife, N.W.T. April 22, 1975.

PROCEEDINGS IN INQUIRY

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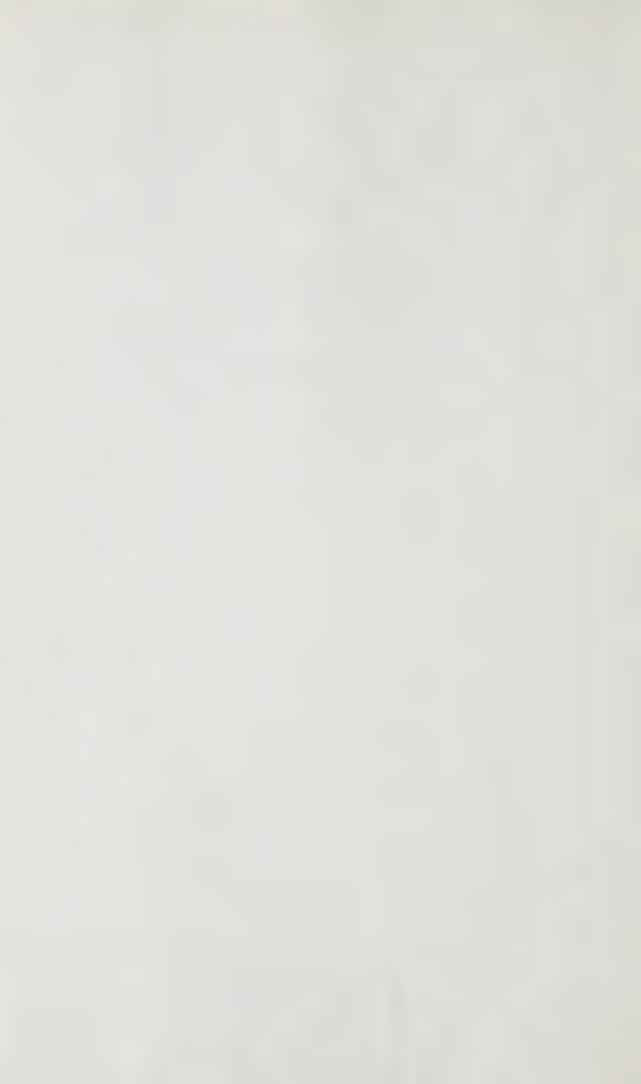
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## APPEARANCES: 2 Mr. Ian G. Scott, Q.C. Mr. Stephen T. Goudge, Mr. Alick Ryder and 3 Mr. Ian Roland for Mackenzie Valley 4 Pipeline Inquiry; 5 Mr. Pierre Genest, Q.C. Mr. Jack Marshall, Mr. Darryl Carter, and 6 Mr. John Steeves for Canadian Arctic Gas 7 Pipeline Limited; 8 Mr. Reginald Gibbs, Q.C. Mr. Alan Hollingworth for Foothills Pipelines G Ltd.; 10 Mr. Russell Anthony, Prof. Alastair Lucas 11 for Canadian Arctic Resources Committee; 12 Mr. Glen W. Bell and Mr. Gerry Sutton 13 for Northwest Territories Indian Brotherhood and 14 Metis Association of the Northwest Territories; 15. Mr. John U. Bayly for Inuit Tapirisat of 16 Canada and the Committee for Original 17; Peoples' Entitlement; 18 Mr. Ron Veale and Mr. Allen Lueck for Yukon Native Brother+ hood; 20 Mr. Carson H. Templeton for Environment Protection Board; Mr. David Reesor for Northwelt Territories 22 Association of Municipalities 23 Mr. Murray Sigler for Northwest Territories 24 Chamber of Commerce 25 26

CANADIAN ARCTIC GAS STUDY LTD. APR 3 0 1975 LIBRARY



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1 Yellowknife, N.W.T. 2 April 22, 1975. 3 (PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT) 4 MR. GOUDGE: Mr. Commissioner, 5 I think we're prepared to reconvene. Mr. Genest has 6 some film entertainment for us, I think. Before we do that, 7 MR. GENEST:/Mr. Commissioner, 8 we have been keeping track of some of the undertakings 9 that are given from time to time, and we are in a 10 position this morning to fulfill three of them, and 11 perhaps Mr. Marshall could do this. 12 MR. MARSHALL: Thank you. 13 Mr. Commissioner on March 11th Arctic Gas was asked 1.4 to prepare with the producers a map which would show 15 the delta producers' facilities and the proposed pipe-16 line facilities. Such a map has been prepared by 17 Northern Engineering. It's entitled: 18 "Delta Producers Facilities in relation to 19 Canadian Arctic Gas Pipeline Routes stated 20 April 9, 1975." 21 I've given a copy to Miss Hutchinson and we propose 22 to file that as an exhibit. 23 THE COMMISSIONER: Thank you. 24 (DELTA PRODUCERS FACILITIES MAP MARKED EXHIBIT 117) 25 MR. MARSHALL: On March 12th, 26 I believe it was Mr. Anthony was asking at approxi-27 mately 1832 for information as to additional pipeline 28 topography that had been terrain typed by Dr. Mollard. 29 Mr. Williams has had a map prepared which is entitled: 30 "Master Index Map, Gas Pipeline Route Alignment



and Terrain Data Sheets with additional terrain type photography flight lines, dated April 14, 1975."

We just have the one copy of it but it's available for inspection by any of the participants.

THE COMMISSIONER: Yes.

MR. MARSHALL: On April 8th

at pages 2962 to 64, Mr. Anthony was asking for information as to the location of the Mackenzie Highway, as it existed early in 1973. Mr. Williams has obtained from the Department of Public Works mosaic sheets pertaining to Milepost 297 to 729 of the Mackenzie Highway relative to the pipeline location. These are photographic sheets and we just have one copy of the report, but again it's available for inspection by any of the participants.

Thank you, sir.

THE COMMISSIONER: Thank you,

Mr. Marshall.

MR. GENEST: Mr. Commissioner,

we have also now had an opportunity of looking at the film referred to by Mr. Holmberg in his testimony last week with reference to automatic welding. It is a short film, lasting about 15 minutes. I have spoken to my friend, Mr. Goudge, who indicated, subject to your approval, sir, a preference that it should perhaps go on this morning because it is short.

In addition to that, sir, we have some slides illustrating a method of river crossing or the method of major river crossing that was



discussed by the panel yesterday. I understand there's some interest in that. That is also a fairly brief presentation, taking about 20 minutes, and my friend Mr. Goudge indicated again that, subject to your approval, perhaps we should put that on this morning. That will be the end of our evidence except for a short statement in connection with field testing. Is that satisfactory, sir?

THE COMMISSIONER: Yes, yes.

MR. GENEST: Oh, on the film I should add, sir, that the film itself is a bit of a sales pitch by the manufacturers. I should stipulate that we do not stand behind the statements made by that, we're not in a position to defend them. We are putting it on strictly for the purpose of illustrating the process, so that I don't want anybody to feel that he is under an obligation to try and contradict the statements made by the voice in the film, which is not ours and which we do not either support or repudiate.

The film was made in 1972,

I understand.

(FILM PRESENTATION, A FILM BY C.R.C.-CROSE CORPORATION INC. ON AUTOMATIC WELDING)



MR. GENEST: Well that concludes 1 that film, and then perhaps I might ask Mr. Williams 2 to give us his slides now, illustrating the method of 3 accomplishing a major river crossing. 4 5 JOHN RICHARD O'ROURKE, 6 PHILIP HARVEY DAU, 7 GUY LESLIE WILLIAMS, Resumed: 8 9 DIRECT EXAMINATION BY MR. GENEST, CONTINUED: 10 11 I understand, sir, that 12 these are slides showing a river crossing of the Fraser 13 River at or near Prince George, British Columbia. 14 Do we have the year of that, Mr. Williams? 15 WITNESS WILLIAMS: 16 Mr. Genest, I think it was 17 two years ago, that would be '73. 18 And that was in connection 19 with the twinning of their line, and I think we will 20 see in the photographs here, there was an overhead 21 crossing on the original line, and when they looped 22 they elected to go underground. 23 Would you proceed, Mr. Williams? 24 25 Yes, and I am sorry that I don't have any film showing the excavation of the 26 river crossing. I wasn't on this job, of course. It 27 was for Westcoast, constructed by Marine Pipeline. 28 They have told me, though that the main section of 29

the river was excavated with a dredge, and the



26'

embankments would be excavated mainly with drag lines and back-hoes.

And this first slide shows the beginning of the pull. The end of the pipe has a cap welded on it, cap welded on the end with an eye to take the cable that is assisting in the pull across the river. You will see the rest of the equipment in a minute.

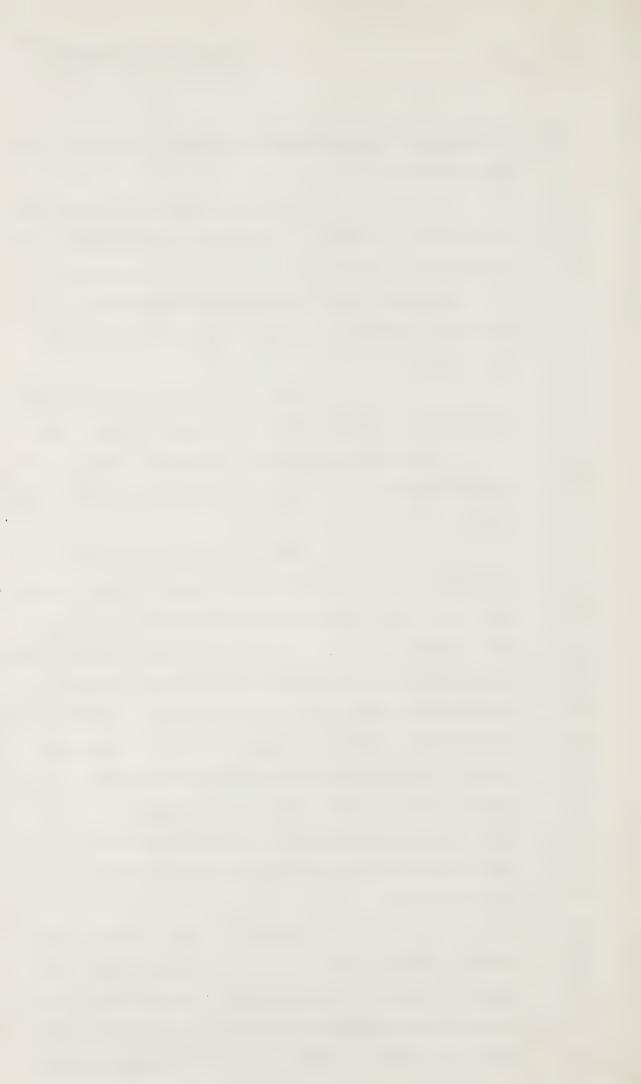
This dark section here I think probably has rockshield on it, banded on with steel bands, and the bend here will form the overbend on the opposite side of the river. Can we have the next one, please?

This is just a little bit back from the previous slide, the overbend is here and the sag bend on the opposite side of the river is here.

This section of pipe that is lagged with two by fours, banded on with steel banding, will be on the bank on the opposite side of the river, and this section shows the concrete coated pipe that will be in the water.

You see the first section here has been welded up, and the pull has started. That's effected with the cable on the front of the section with assistance from the side booms here, lifting the section into the trench. Next, please.

And this is just a little bit further into the river. This is the sag bend on the opposite bank, and the overbend. Because this section of pipe isn't weighted, and of course because of the bends, this part of the pipe will float, whereas the



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part that is concrete coated will be in the excavated trench. Next, please.

Probably here the first section is in the water, and the second section has been welded on. These are the flotation cylinders that Mr. Dau referred to yesterday that are used to keep the pipeline just off the bottom of the trench during the pipeline installation. Next, please.

This picture in the other direction is here showing four side booms assisting in this — in the movement of the pipe into the river. Next, please.

We put this one in to show that there's a cable laid along on top of the concrete here, but inside the wire bands, and after the pipe is in place, this cable will be long enough to double back and they will pull to sever the bands here, allowing the flotation tanks to float to the surface and they will be picked up by boat, and the wire bands are fixed to the flotation cylinders and they will be retrieved at the same time as the drum. Next, please.

Probably this is the end of the second section, it is into place, and the side booms here are moving the third section into the ditch. It — this section of course will be welded on here and the pull will be continued. Next, please.

I don't know if I mentioned, but on this particular pipe it's 36 inch diameter, a little less than one-half inch wall and they have



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poured in place concrete using forms. The other method that could have been used, of course, is gunite or sprayed on type of concrete. Here, the joint has been welded and the workmen are installing the rockshield, and then the lagging, the wooden lagging, the two by four lagging would be put on top of that to protect the pipe after installation.

Q What's the rockshield made of, Mr. Williams?

A It's an asphalt impregnated paper, oh a quarter to three-eighths of an inch thick, fairly flexible, Mr. Genest. Next, please.



### Dau, O'Rourke, Williams In Chief

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of the movement of the pipe into the river. In this case we can see four side booms assisting in the operation. Next, please.

This is the pipe half-way across the river. I think I forgot to mention that the river, the Fraser River at this location near Prince George is about 1,000 feet wide, but considerable excavation was done back into the flood plains on either side of the river, making the total water crossing up about 1,500 feet. The red and white structure here is the original Westcoast system, which is a suspended span. This job that we're looking at is a looping of that system and Westcoast choose to put in their loop in the submerged crossing manner.

Q On that slide, Mr. Williams, is the photographer standing on the shore toward which the pipe is coming?

A Yes sir. The pipe sections were welded together on this bank. The pipe is coming towards the camera.

Q Right.

A Next, please. This is looking at the same thing in the opposite direction. The pipe is moving away from the camera, and it gives you a little better shot of the suspended crossing. I think the second line here is probably the small diameter oil line of Western Pacific Products Pipeline. Next, please.



26.

## Dau, O'Rourke, Williams In Chief

This is the last section of pipe being welded on. This bend in the pipe here will form the sag bend on the near side of the river, or the side where the pipe was welded up into sections. Next, please.

Here the pull is nearing completion. This is the equipment that was used in the tow that pulled on the end . It gives you a little better shot of that in the next one, I think, but you can see here that the excavation is well into the flood plain of this bank. Next, please.

The double line used to the tractors fixed on the bank, you get a little better idea of the eye and the end, the well cap on the end of the pipe. Next, please.

This is back now on the other side of the river. The crossing is completed, and they are starting to weld pipe back towards the camera now, of the completed section.

Q What we see there is the overbend on this shore.

this shore, that's correct, yes, and it looks like this is late September, I think, and the snow was starting to fall. I'm sorry again that I don't have any pictures of the pipeline after the backfilling and cleanup was completed, but a dredge was used to backfill the main channel, and of course the material on the banks here that was excavated from the flood plain would be replaced with dozer type equipment.



### Dau, O'Rourke, Williams In Chief

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Thank you.

MR. GENEST: Mr. Commissioner,

my last questions to this panel concern field pressure testing. It is in the main, or it repeats in the main a good deal of what we heard last week, but this panel is also competent to deal with the matter and I thought that we might just put it in.

Did you discuss field pressure testing, Mr. Dau?

WITNESS DAU: In addition to the hydrostatic testing of the pipeline, which we will go on to describe, it is proposed to run an internal electronic inspection tool through the pipeline to detect any injurious defects not previously detected, particularly those that may have occurred during construction. In the hydrostatic testing operation, the pipeline will be pressure tested after construction, using a liquid test medium. Certain specific pressure tests within stations or plant piping may be done with a gaseous medium. In nonpermafrost regions, water will be used as the test medium. Winter testing in non-permafrost regions will be done using warm water test methods. The pipeline in permafrost regions will be tested during the winter construction season, and the test medium will be either water or water freeze depressant solution. The freeze depressant currently being considered is methanol.



### Dau, O'Rourke, Williams In Chief

it will be allowed to disperse by natural drainage. Should a spill cause localized flooding, suction pumps will be used to remove the water. In the event of an accidental spill with test medium containing a freeze depressant such as methanol, it will be allowed to pond; the suction pumps will then be used to recover as much of the spill as practical, and it will be stored in bladder-type storage tanks for re-use.

removed from test sections by the use of pigs or spheres propelled by compressed air or natural gas. Final drying of the test section will be done by rinsing the line with a quantity of methanol, carried through the test section between two pigs or spheres. The methanol recovered at the end of these dry runs will be re-used or disposed of in the same manner as the water-methanol test solution.



O'Rourke, <u>Dau</u>, Williams In Chief Cr. Exam. by Veale

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Q Thank you. Finally, Mr.

Dau, I understand that your panel has relied in the preparation of Section 13.b and in the giving of your evidence upon the list of studies and reports that were filed yesterday as an exhibit?

A Yes sir, listed in Appendix

Q That's Exhibit 109. That concludes my examination -in-chief of this panel, Mr. Commissioner.

MR. VEALE: Mr. Commissioner,
I would like to thank fellow counsel for allowing me
to appear out of order at this time to accommodate
my trip back to the Yukon.

#### CROSS-EXAMINATION BY MR. VEALE:

Q I would like to begin by asking a question of Mr. Dau. How long has it taken you to actually formulate and put the construction plan on paper, as in the application before us?

#### WITNESS DAU:

A Well several years, sir.

The first involvement that we had with this pipeline, proposed pipeline system, we obviously had to develop some sort of a construction plan for that. It has evolved over many years.

Q So when you say several years, you mean three years, is that the approximate



time frame?

A I think we first started the construction planning for it in '69 or 1970.

Q I see, and you would have sort of completed your planning early in 1974, just prior to the filing of the application?

A Yes sir, it was finalized for the application.

yesterday, you indicated that Northern Engineering was assigned the responsibility of developing a construction plan for Arctic Gas approval. I assume you have that approval. That would deal with four criterion: The first being to allow construction to be completed in a reasonable period of time; the second, so that the construction plan would be consistent with good pipeline construction practice; thirdly, you were to have regard for the interests of the people of the north; and fourthly, you were to maximize protection of the environment. Now is that correct?

A Yes, sir.

Q Just to outline what each one of these criterion are, the first one speaks of a reasonable completion time and one of the important criteria there, I assume, would be finances. In other words, the shorter the amount of time spent in the field with crews working, the better it is. Would that be fair to summarize that particular criterion?



1	A Yes, a reasonable period
2	of time relates to cost, certainly.
3	Q And the second one consist-
4	ent with good pipeline construction practice. That
5	would relate, I assume, to integrity of the pipe, in
6	other words, installing the pipe so that you have a
7	good safe pipeline after construction
8	A That's correct.
9	Q is completed?
10	Now, the third one you speak of
11	having regard for the interests of the people of the
12	north. Now, precisely what interests did you consider
13	in constructing this plan?
14	A The procedure we used was
15	to develop what we thought was a plan that was the
16	most logical and efficient plan, which was then re-
17	viewed with the environmentalists that were either on
13	staff with Northern, or were retained as consultants
19	by Northern, and also reviewed in meetings with the
20	sociological consultants retained by Canadian Arctic
21	Gas.
22	Those consultants were not
23	retained by Northern. The plan that is filed was
24	reviewed in the April, 1973 meeting that we
25	referred to previously in previous panels.
26	Q Did you review it at any
27	other times? It was April, and I gather there was
28	another meeting in May. Was that the sum total of
29	meetings that you had with respect to your consultants
30	on the interests of northern people and the



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A Those were the two rather formal meetings. The plan as it was being developed was discussed with the consultants retained by Northern, and I can only assume that CAGSL did the same with their consultants. You would have to speak to them about that.

Q CAGSL consultants, they were the ones relating to the interests of the people of the north, is that right?

A Yes, sir.

Q And you had your own environmental consultants?

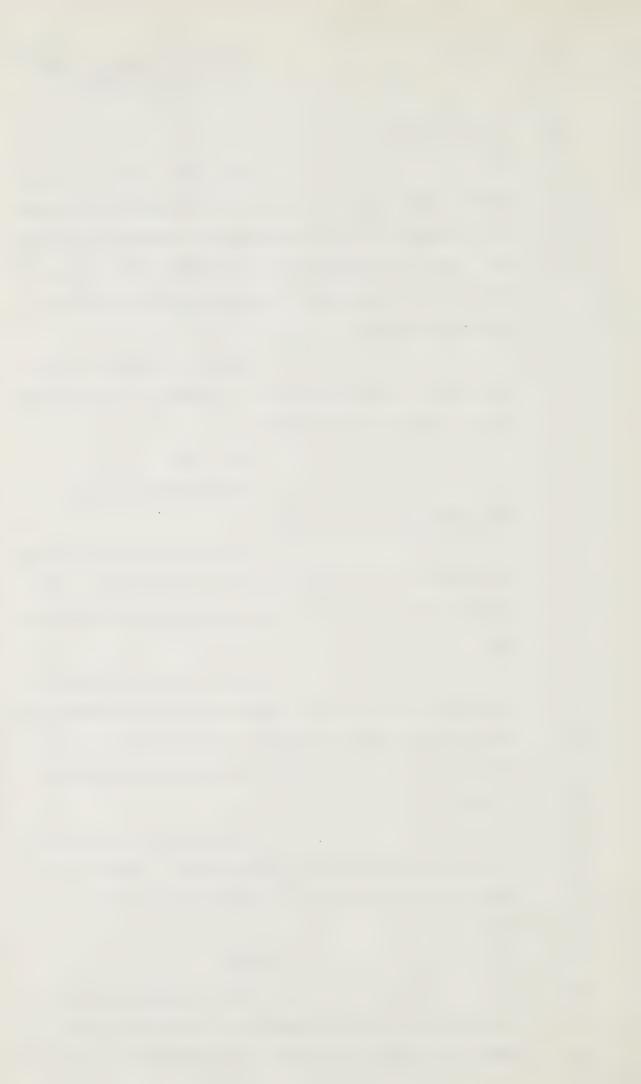
A Yes, we had retained three consultants, essentially in the wild life area, and we had the botanists on staff with respect to vegetation.

Q Now, would you elaborate on some of the interests that went into consideration? You talk about the interests of people of the north. I assume that you probably attended those meetings in April?

A I attended part of them, sir, I have some notes, just a moment. Minutes of the April meeting, April '73 meeting have been filed here --

#### Q Yes.

A -- and I would have to go through on a page by page basis. There are many comments within the minutes with respect to the socio-



economic matters.

Q But surely, Mr. Dau, there were some interests that would come up time and again, and you would probably have developed some overall method of dealing with particular interests?

A Yes, there's -- on page 11 for instance of the April 10th meeting, there's a reference with a concern at Fort Simps on. The concern, as I understand it, was that we should do everything we could to integrate utilities and facilities of the pipeline with the utilities and facilities in Fort Simpson. They suggested building adjacent to the settlement and integrate as closely as possible with the settlement.

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Dau, O'Rourke, Williams
Cross-Exam by Veale

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yes.

Q Have you incorporated

that particular interest into your construction plan?

A Only with respect to the operating and maintenance facilities that will be required. The pipeline is at, this stage, some distance from Fort Nelson. It is currently -- or Fort Simpson -- it's currently, I believe it's something like six to seven miles away from Fort Simpson in its new location across the Mackenzie River.

Q Now did you have that example of incorporating your operations and maintenance in with the local community, is that the type of interest that you would consider with respect to each community that potentially could be involved in pipeline construction?

A Yes, that type of information,

Q And what other interests, when you talk about the interests of the people of the north, would you have considered?

A We considered -- I think I spoke to the traplines at the panel on route location where we came to the conclusion that there were so many of them that it was impossible to miss them, and we were not aware of any specific location where we should move the pipeline to some degree because of a trapline or traditional hunting area or something like that. We consider that would be a matter of final design, if in fact we should move it, move the pipeline some small distance, a minor



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relocation. Other things that come to mind would be location of wharves, docks, borrow sites and so on, so that anything that was left after the construction of the pipeline would be of use to the community. I believe there are some references in the Minutes to such circumstances. Do you wish me to try and find a particular reference Sir?

Q Well, if it's ready at hand, Mr. Dau, I'd appreciate it.

A I haven't got them

marked.

Q ... you recall that being considered, though?

A Yes.

Q Now, just getting back
to -- you spoke of hunting and trapping, what precise
consideration did you give to hunting and trapping
before presenting this construction plan before us now?

A Practically none, sir.

As I said, the reference within these Minutes to

hunting and trapping areas that the consultants to CAGSL were concerned about, but they covered such wide areas that there is no practical way that you could miss them. In fact, if you attempted to miss them, all you do is move into another one.

Q Did you get into such details as high trapping and hunting intensity areas, and low trapping and hunting intensity areas?

A I believe there was some



# Dau, O'Rourke, Williams Cross-Exam by Veale

reference to areas that were more important than others, but my understanding of what was said, they were so extensive that they couldn't be missed.

Q Now, continue, Mr. Dau.

What other interests would you have taken into consideration? You've mentioned location of facilities, you mentioned hunting and trapping. What other interests of northern people were brought to your attention?

There was one reference to setting up a construction training program at Fort Good Hope and of course it would have to be taken up by a policy witness from CAGSL. It didn't influence the construction plan or the location of the pipeline in any way. I can't recall any other specific things, sir. Perhaps in the archeological area where we were not aware of any important sites, and we've always recognized that if they become obvious to us it results in a minor re-location.

Q You say you're not aware of any important sites?

A We're not aware of any real important sites directly on the right-of-way, is what I'm saying. We're aware that we, during the final design and location, that in all probability some will be discovered and that at that stage it probably will result in a minor re-location of the pipeline.

Q I see. Would it be fair to say that in your meetings in April with your consultants that in some way or other you would have dealt with every community on the pipeline route?



## Dau, O'Rourke, Williams Cross-Exam by Veale

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A Every community adjacent to the pipeline route, yes sir.

Q And would that be whether it be the coastal route to the Yukon or interior routes in the Yukon?

A That is correct.

the chronology of listing these four criterion is deliberate. In other words, you set up No. 1 and 2 as being timing, integrity of the pipe and so on, good construction practice; three and four have been

Now, it strikes me that

the interests of the people and maximizing protection of the environment. In other words I'm suggesting

that there is a priority, and the priorities are in

the order that they appeared in your evidence. Is

that correct?

A I would agree with you, sir, because that is a logical way of first locating and developing a construction plan. To do it in reverse order is more difficult. In fact I don't quite know how you would do it in reverse order because you would -- the first charge we had was to determine whether the system in fact was feasible, from a technical and economic point of view. I'm not saying that all items did not receive consideration, it's just that in my view this is the logical order that things should be done.

Q In other words would it be correct that when a conflict arose between, say,



between item No. 1, the timing of construction, and item No. 4, the -- what you call maximizing the protection of the environment, there would have to be a trade-off somewhere, and one or other would be sacrificed. Now it may differ in various cases, you may sacrifice on both to achieve a trade-off, or you might say the environmental consideration really couldn't be fully looked at because it would have thrown timing off too much in terms of the actual construction period you envisage. Is that correct?

there are no cases where we would completely ignore the concerns — the environmental concerns. I agree with you that there is a trade—off and a compromise to minimize effects. We have flexibility in construction plans as to — we have some flexibility in construction plans as to the exact period of time we may be working at one location in the winter season, and if for instance March was a real bad period of time from an environmental viewpoint, to be at some mile post, we have flexibility in that we could re—arrange a schedule so that we would not be there at that time.

Q Fair enough.

A We cannot solve every concern that way, but we have some flexibility in doing that and there are compromises and trade-offs.

Q Right, I would agree with that. I would further suggest that there could be a circumstance where an environmental consideration



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would involve either such a long length of time or such a great expenditure of money that you would clearly have to over-ride that consideration if you were every going to complete your pipeline.

A Agreed.

Q Now you stated that you didn't in fact encounter any such consideration during your formulation of this construction plan.

MR. GENEST: I didn't get that

question, Mr. Veale.

MR. VEALE: I am asking --

MR. GENEST: Did you say that

he did not? I just didn't hear it.

MR. VEALE: The question was that I believe that Mr. Dau indicated that he hadn't made -- run into any environmental considerations which he had to completely over-ride for financial reasons.

A That's correct.

Q And with respect to the

wording:

"Maximized protection of the environment,"

it strikes me that that may be setting a goal in formulating your construction plan a little high, because in fact it appears to me what you're doing is you're taking your construction criterion and minimizing environmental disruption. You're not in fact maximizing environmental protection, is that fair enough?

A Yes, I would agree.



1	Q Well Mr. Dau, in your
2	plan you spoke of winter construction and summer
3	construction. Now, in the context of Northern Yukon
4	and Inuvik area, you've stated that winter construction
5	is approximately three and three-quarter months, and
6	summer construction approximately five and one-half
7	months, is that correct? That would be on page 3
8	of your
9	A Yes, that is the period of
10	time that is available, in our view, on the average
11	for pipeline installation.
L2	Q I see. Now, just doing a
L3 !	simple addition, that comes out to nine and a quarter
14	months. Now, I'm trying to determine what the timing
15	of your construction scheduling is. What's happened
16	to the two and three-quarter months, now how does
.7	that fit in?
8	A If I could dig up some
.9	notes just a moment, sir.
20	THE COMMISSIONER: While Mr. Dau
21	is finding the notes, will you tell me where the two
22	and three-quarters months came from?
23	MR. VEALE: Three and three-
24	quarter, I'm sorry, Mr. Commissioner, if I said two
25	and three-quarter, I was incorrect.
26	MR. GENEST: I think he said
27	three months are you referring to page 3 of his
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29	MR. VEALE: That's correct.

MR. GENEST: Because as I read



that, it didn't say that, it saidwinter construction seasons range about three months in central Alberta to four and a half months in Inuvik, and average about three and three-quarter months.

MR. VEALE: Maybe Mr. Dau can explain that in his answer.

## MR. GENEST:

He has forgotten the quest-

I'm sorry. Could

you repeat the question?

MR. VEALE: The question is I'm trying to determine what construction timing is, and it appears to me that just adding up the actual dates average or otherwise, that they don't arrive at a 12 month figure, and I'm trying to determine precisely what winter construction is and what summer construction is.

## WITNESS DAU:

A Yes, the response to your question is that there's a period of break-up and freeze-up in both construction modes, in winter construction and also in summer construction, where construction just can't take place. In the summer, for summer construction it's during a break-up period in the thaw it's just literally too muddy to work.

There is a period of time that you cannot work, and generally in that period of time you're attempting to move spreads from one location to another in this particular construction plan.



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1	Now, we've the major pipeline
2	installation time frames in the north, and I'm talking
3	about the major operations of the pipeline, not the
4	snow roads or the initial operations, range from
5	December 1st to April 15th. As you move farther south
6	into the 60th Parallel and northern Alberta, it's
7	compressed and we have about mid-December to March
8	20th, in one particular case.
9	In major operations in the
10	summer, June 1st through October 31st.
11	Q Now that relates to northern
12	or southern construction?
13	À That last June to October
14	is summer construction south of 60. I'm talking pipe-
15	line construction, sir.
16	Q What would don't let me
17	interrupt you. Are you
18	A I am trying to look for
19	another date. I thought I had some of the earlier
20	operations, such as snow road preparation and so on,
21	in the far north can start as early as October.
22	It varies over the route. The earliest operations
23	over the section in the 60th Parallel starts sometime
24	in October in the far north to a start in December
25	near the 60th Parallel.
26	And the other thing, sir, is
27	that in the construction plan, some of the spreads
28	that work in the north are not moved south to work
29	during the summer season. Some are dedicated to the

north, and they only work the winter seasons.



The reason for that, of course, is the shipping times
on the Mackenzie River, where they would have to be
shipped by barge, and there is literally not enough
time to move them up the river to work in the south
and then move them back before the river freezes.

Q It would also not be an appropriate time to ship too if assuming break-up and freeze-up are the beginning and end points of your construction period?

A You would have to make sure that you weren't caught one way or another, yes.

and freeze-up, what precise timing considerations have gone into break-up and freeze-up? Have you actually taken a particular length of time and said we will of allow interruption so many days in spring break-up and then you will allow consideration of so many days in fall freeze-up, when you will really have all your construction activities at a minimum.

A Are you talking about pipeline construction?

Q No, I'm talking about all your construction activity now?

A Oh. Well first, let's deal with the pipeline construction. We developed a time frame for a particular spread, in which we said that we could operate between -- within this time frame when it would be winter conditions, and we did not, we will not do pipeline construction beyond that time frame.



26"

Now, with respect to station construction, compressor station construction in the north, the stations will be built on gravel pads.

Some of those pads will be constructed in the summer, because they are adjacent to borrow quantities in which we can construct an all weather road to the gravel pads. Others will be constructed in the winter where the borrow material will be hauled on snow roads for the gravel pad.

But once the gravel pad is built it's possible to operate, do station construction 12 months a year. In that case, break-up and freeze-up has no effect, because all of the construction activities are confined to the gravel pad.

Q You're saying then in station construction, it could take place over a 12 month period, would there not be periods of time when in the northern areas, say northern Yukon, that your permafrost would be melting, you would have that active layer or something of that nature would in fact inhibit your construction?

A Not at a compressor station is site, sir. The gravel pad/of sufficient thickness that the 32 degree isotherm is within the gravel pad at all times, so therefore the active zone, if you want to call it that, is within the stable gravel pad, and you can work on it all year round.

Q I see. When would your construction of the gravel pad take place?

A It depends on

each



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individual site which in turn depends on the location of the borrow source. If the borrow source is relatively close to the station site, it may be possible to construct it during the summer. If it's a considerable distance away, it would probably be more economic to haul the gravel in the winter on a snow road rather than build a long all-weather access road to the borrow site.

Q It's an economic consider-

A More than economic, sir.

Certainly, the -- there are other considerations,

certainly environmental considerations, depending

on the circumstance at each site. You know, the

stream crossings, the migration of animals and then

so on, would all be considered before the final

decision was made.

Q I see, so what you seem to be saying to me is you don't have an elaborate construction timing schedule, you know, except in terms of winter and summer. In other words, years, you know it's going to take you four years, but when you get to a specific site, you then have to go in and consider all those factors on that specific site, is that how it's been done?

A We have done that, sir in developing the plan with the information that was available to us, and we have considered all of those factors to the best we can at this preliminary stage.

What I'm saying is that in the



final design stage, it will all be reviewed again and I'm positive that there will be some changes. In other words, the preliminary stage that we are at now, we have not conducted all of the detailed investigations that are necessary to finalize a construction plan.

These include soil drilling programs, weather data in more detail, environmental considerations and so forth. That's a final design stage.



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Q But/this particular

stage you have in fact committed yourself to saying you can do it all in four years. Is that correct?

I'm not sure of the four years -- we can construct the pipeline as filed in three winter seasons and one summer season, and there is work with respect to staging sites and docks and wharves that take place before we start pipeline construction, and there is work on compressor stations several years after we have completed. I think the total construction program is more than four years is what I am trying to say.

Would have gas going through from both the Inuvik region and the Prudhoe Bay lateral within four years.

That would be within four years from your first summer work.

On the manpower chart that we showed yesterday, and using the dates that are on that particular chart, we have summer construction in the summer of '76, and we have gas flowing from Prudhoe Bay, from the delta, I'm sorry, in the summer of '79 and from Prudhoe Bay in the smmer of '80.

Q So am I correct in stating then that you can do it all in four years, as far as getting the gas running?

A Yes sir. There will be gas from the delta in three years, but four years from Prudhoe.



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to say it won't happen?

1	Q So then it appears to me
2	that in your construction plan you have basically
3	committed yourself to saying that that particular con-
4	struction time frame is feasible and will be done.
5	A No, I've said that it's
6	feasible and appropriate and we calculated costs and
7	so on. I've said it can be done. Now, the Canadian
8	Arctic Gas has accepted the plan at this stage,
9	obviously.
.0	Q They haven't?
1	A They have accepted it
2	and it's filed, obviously, but I'm not sure that at the
3	time of award of permits there may not be some minor
4	changes in the plan. In other words, it's not engraved
5	in stone at this time. There can be some minor
6	changes, but not in the sense that we're going to
7	start summer construction in the north or anything like
8	that . But there could be a re-arrangement within the
9	plan itself.
0	Q Fair enough.
1	A The basic concept is
2	still correct, yes.
3	Q Right, but basically you're
4	saying that it would be quite a surprise to you if it
5	in fact took four years to get your gas from Inuvik,
6	and five years to get your gas from Purdhoe Bay.
7	A That would surprise me,
8	sir.
9	O Would you go so far as



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1	A Well, I can't say that,
2	sir. I believe that this can be done in this time
3	frame. I think it's an appropriate plan. I think there
4	are sufficient resources to do this construction plan
5	as outlined in the time frames outlined.
6	Q I see. Basically your
7	position then is that within that time frame there
8	are going to have to be changes on various minor
9	schedules, and there will have to be flexibility.
10	A Absolutely.
11	Q But you're quite sure
12	that you can keep that time frame.
13	A I'm convinced we can,
14	sir.
15	Q Now in your winter
16	construction you talk about one mile per working day.
17	A Yes sir.
18	Q For a monthly rate of
19	30 miles. Is that correct? That's on page 3 of
20	your transcript.
21	A I said monthly rates of
22	about 30 miles for winter are possible.
23	Q Well, what in fact are
24	you planning to do then?
25	A The schedule is based
26	on perhaps I could give you a particular example
27	of a spread.
28	Q Would it be appropriate
29	to give me an example that I'm familiar with in the
30	Yukon Territory?



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Komakuk Beach or a spread near Old Crow?

MR. GENEST: Could Mr. Dau be allowed to answer the question, the previous question in his own way, and then if Mr. Veale is not satisfied. with it he can pursue it?

MR. VEALE: I wouldn't want to

interrrupt him.

THE COMMISSIONER: Well, can anybody remember what the previous question was? MR. GENEST: I think it had

something to dowith the number of miles per day. I think I can respond,

sir.

MR. VEALE: If you wish to respond by way of example, I don't think I have inhibited response.

Spread in the construc-A tion plan is located in the Yukon and the Northwest Territories, as I understand it, between Milepost The pipeline will be installed 313 and Milepost 372. on the third winter season. There will be 59 miles to be installed by that spread, and again referring to the major pipeline installation activities, we have said that they can start as early as December 1st but they must be completed by April 15th. elapsed calendar time is 136 days. We have estimated that there will be 44 non-productive days for various reasons, which leaves 92 working days and therefore we would have to achieve a rate of 0.44 miles per



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calendar day or 0.64 miles per working day. The schedule, the plan is developed in that type of detail. Now, prior to December 1st, of course, there will be activities relating to snow road construction and so forth.

Q You mentioned calendar day and working day. What is the basic difference between the two in terms of the mileage?

A On a calendar day basis the production rate would have to be 0.44 miles per calendar day.

MR. GENEST: That's if you

used every day.

A If you used every day, the average for the period of time; and the working days that we have calculated, we would have to have an average production each working day of 0.64 miles.

MR. VEALE: Q Have you calculated the number of hours that you would have in a working day at that particular construction spread?

A In a working day?

Q Yes sir.

A Yes, I have to go back to the plan as developed, the costs are developed on the basis that the crews will be paid for 12 hours per day. Now that doesn't necessarily say they are all actively working for all of those 12 hours.

Obviously there is some transportation time in and out. Off the top of myhead on a guess it's 10 hours, say.



1	Q That 12-hour day then,
2	are you saying in fact that crews will work 12 hours
3	a day, plus or minus a few hours, from start to
4	finish, from December until April 15th?
5	A Yes, that will be the
6	plan. They will what I'm saying, they are going
7	to go to work at six o'clock in the morning and be
8	home at six o'clock at night, for example.
9	Now they are not actively
10	engaged in their construction activities in the field
11	in that time frame, because obviously they have to be
12	transported to where they're working and they ave to
L 3	get back to their camp.
.4	Q O.K., what would be the
.5	hours of daylight at that construction spread during
.6	that time frame?
7	A It varies considerably,
. 8	sir. There would be very little daylight on that
.9	spread.
0	Q How many hours would
1	there be in December?
2	A I don't have it here.
3	I suspect it's practically zero.
4	THE COMMISSIONER: That spread
5	"F", that's the one you're still discussing, is it?
6	A Yes sir.
7	Q where is this chart
8	with spread "F" on it?
9	MR. GENEST. We're looking

at Fort Simpson, Exhibit 66, sir.



	1
1	THE COMMISSIONER: Oh,
2	Exhibit 66.
3	MR. GENEST: Under 13-A
4	construction plans, the first map.
5	THE COMMISSIONER: O.K.
6	MR. GENEST: The small "F"
7	at the top of the page on the left-hand
8	THE COMMISSIONER: That small
9	spread "F" on the Yukon North Slope.
10	MR. GENEST: Yes sir.
11	THE COMMISSIONER: I shouldn't
12	say "small spread F,"
13	A Small "F".
14	THE COMMISSIONER It is the
15	same spread.
16	MR. GENEST: Same spread.
17	THE COMMISSIONER: It's just
18	the "F" is smaller on the
19	A We have trouble with our
20	draftsmen, sir.
21	MR. VEALE: We were speaking
22	about the hours of daylight in December. Does the
23	darkness have any effect on that 12-hour working day?
24	A I'm sure it has some
25	effect, sir. The plan is to artificially light all
26	the construction activities, obviously.
27	Q But did you take into
28	account the productivity decrease that may result from
29	continued darkness for long periods of time?
30	A Yes sir.



26.

O Certainly.

I'm sure we have that information here in Yellowknife in our work papers.

I don't have it with me. Perhaps I could respond to the question after the break. We do have -- we have calculated in our own judgment what we call inefficiency, that varies over the whole project, and it's related to, as I recall, the unity in the summer. IN other words, it's related to productivity we would expect in a summer spread on the prairies, and then we have related the efficiency and productivity going back as the working conditions get worse really, with respect to daylight and temperatures and so on.

I'm sorry, I don't have the information.

If you can give me one moment?



30

later.

1	Q Yes, I would be interested
2 !	in that response if you would undertake to provide
3	it.
4	I would assume that in working
5	out your productivity factors then, you would apply
6	those factors to each construction spread in determin-
7	ing the length of time that would have to be spent at
8	a particular spread, to lay a particular number of
9	miles of pipe?
10	A I am not quite sure I
11	understand that, sir.
12	Ω Well productivity is a
13	factor that you considered at spread camp F, in
14	determining the fact that you would have to spend
15	136 days at that spread camp?
16	A Yes, that's certainly
17	that's part of it, yes. But the other thing, sir, is
18	that some of the productivity decrease can be handled
19	by an increase in labour force. You know, there are
20	two things that occur.
21	The size of
22	Q would you give me an exampl
23	of that, for instance?
24	MR. GENEST: Would you let him
25	finish his answer please, Mr. Veale?
26	A The size of a crew would
27	depend on the on its location and productivity,
20	and I'm corry I don't have that We may have that

information here too, I could perhaps respond to that



Q Is it possible then that

1	Q Would you
2	A I don't have the specific
3	example right now, but I'll see what I can get for
4	you.
5	Ω Thank you. Will your crews
6	be rotating? In other words, in the month of December,
7	I assume your crew won't work 30 days, but would a crew
8	be pulled out of spread camp F during the course of
9	that? Will it be two weeks on and two weeks off?
10	Have you determined that?
11	A We have not determined that
12	sir, because in our view that's a matter of negotiations,
13	labour negotiations prior to the start of the job.
14	We have, in our view, provided
15	sufficient movement and people, for instance, with
16	respect to the cost, to determine the feasibility of
17	the project, but we have not said that they are two
18	weeks in and two weeksout, or a month in and a week
19	out, you know, we have not gone that far, no, sir.
20	Q What calculation have you
21	made with respect to labour negotiations and the
22	possibility of a labour strike?
2.3	A We have I don't under-
24	stand the first part of the question. We have made
25	no calculations with respect to labour strikes.
26	Q What consideration then
27	have you given to the possibility of a labour strike?
28	A We have not given any
29	consideration in our costs to a labour strike.



1	a labour strike that took place at several spread
2 !	camps, could have some effect on your overall time
3 4	frame?
4	A I can't visualize this
5 🖠	project being built, sir, without a no strike agree-
6	ment with labour.
7 ;	Q Well you haven't answered
i' S	my question. No strike agreements, I agree do exist,
9	but no strike agreements are broken. Now, what
10	happens if it's broken, and what does that do to your
11	time frame?
12	A Well, it would depend on
13	the amount of time that they were on strike, you know
14.	that they weren't working. It certainly would affect
25 ,	the construction plan.
16	O I see. It's conceivable
17.	then, that your three and four year projections for
18	having gas running in the pipe, could be upset then
19.	by strikes?
20	A It could be upset, but I
21	can't visualize that it would be upset to the extent
22	that it would require another year, for instance.
23	Q I see. Did you then give
241	consideration to a particular number of days on
25	an overall basis, where there might be a slowdown in
26	labour or a strike or something of that nature?
27	How have you calculated that into your overall time
23	
29	A We have not.

Q

You have not. Now, have



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7	A N C.
4	And in contrast of the last
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6	-
7	1
K	ii .

30

you considered with your construction on say the north coast of the Yukon, that you're going to run into blizzard conditions which would force an actual shut-down of construction?

A Yes.

Q Now with respect to your example, spread Camp F, what amount of time would you have considered, of that 44 non productive days you mentioned, to be as a result of weather, in the form of a blizzard?

A I don't have a number for that, sir. It's included in the 44 days, obviously.

Q Would you be able to provide me with a number if you got an opportunity to look for it?

the calculation; if we have, I would be glad to give it to you, sir, but I don't think we've assessed it in that amount of detail. This is a judgment number of the, essentially the percentage of time, for instance, or the number of days within that time frame that we figure will be -- that will be non-productive.

Now I can't break it down further into, you know a blizzard or extremely cold temperatures or something like that. I don't think we have that information.

Q Well, have you considered the down time or non-productive time that would be involved in adhering to environmental measures, say on the north coast?



1	A Again I'm sorry, I don't
2 .	quite understand what
3	Q I'll give you an example.
4	If you were building a snow road, and you were required
5	to have a certain thickness of snow before you moved
6 !	vehicles on the snow road, now if you had some diffi-
7	culties in doing that in a particular length of time,
8	that may in fact throw off your construction schedule
9	for spread camp F.
10	Now, what kind of consideration
11	have you given to that?
12	A I understand your question
13	That also would have to be included in that same type
14	of a calculation as a non-productive day.
15	Ω Well, what I'm really
16 "	driving at is you've got 44 days there that are non-
17 1	productive, and I'm wondering how you've allocated
18	them.
_9 ;	A They were not allocated,
20	sir.
21	Q They are not allocated?
2	A They are not allocated to
2.3	the items that you're talking about, a blizzard or
24	a late completion of a snow road. We've not broken
15	the 44 days down into a whole series of neat little
26'	calculations. That hasn't been done, sir.
.7 <sup>!</sup>	Q How did you arrive at the
! 8 <sup>†</sup>	44 days?
19	A It's a judgment number.
0	THE COMMISSIONER: What events



24 1

did you take into account in setting aside 44 days, for days when no work would be done? Do the men get a day off each week, or were you anticipating that people would be ill? What events were you subsuming under that heading?

A It relates to weather conditions where you would be literally unable to work on some days. It certainly relates to the fact that you would probably be totally non-productive over the Christmas holidays and that you probably would get very little work done at that time.

It would not relate to, for instance, illness of a few workmen, because there would be back-up crews or back-up people available to replace them. It would relate to the -- a slightly later start, for instance, because of some peculiar difficulties with snow roads, I can't identify, but that would be in that classification.

We do not have a detailed analysis of all of these events. This is a judgment number that we think is appropriate. It's been developed as a result of discussions with contractors, and our own information.

THE COMMISSIONER: Well I understand that. Just so that there's no misunderstanding about an answer you gave to Mr. Veale earlier, in making that determination you have not considered at all the likelihood of work stoppages owing to labour disputes.

Now, I understand that you



don't	antici	ipate	that	there	would	be any	work
stoppages o	wing to	labou	ır dis	putes	becaus	se you	intend
tohave a no	strike	colle	ective	agree	ement,	but yo	ou
haven't tak	en that	into	accol.	n+2			

A I have not, sir.

MR. VEALE:

Q Well Mr. Dau, just to pursue this a little further, in arriving at the 44 days out of the 136, is there anything that you can tell us now that you have actually considered, other than saying it is a judgment call?

A I think not, sir, I think that's the best I can do on it.

Q I would like to deal with construction spread camps and their location. Could you tell us what factors go into a decision as to where to locate a construction spread camp?

A Yes sir, north of the 60th Parallel we have attempted to locate all of the major pipeline construction spread camps on compressor station sites. We plan to prebuild some of those sites in a time sense. We will build them earlier so they will be available for the construction spreads. Consequently, the spread camps are located some 40 to 50 miles apart, and they move, of course.



## Dau, O'Rourke, Williams Cross-Exam by Veale

	Closs-Exam by Veale
1	Q Would you say that part
2	again?
3 4	A Yes, the compressor
4	stations are located some 40 to 50 miles apart. It
5	depends on each particular section of line, and if the
6 1	contractors are installing more than 40 miles in a
7	winter season, the camp would in some instances
8	move. In other words he'd have to move his
9	Q From one station to
10	another?
11	A to another station
12	site, yes.
13	Q Now is that the sum
14	total of your decisions in terms of location of
15	construction spread camps? Generally speaking they
16	are on com pressor station pads.
17	A Yes, I think they all
18	are. Just one moment. Not all of them, sir. In
19	on spread A in the first winter, it's first loca-
20	tion happens to be at the work pad at the crossing
21	of the Mackenzie River, and that's one instance that
22	I can recall where it's not located at a compressor
23	station site; but there is a work pad there that's
24	required for the construction of the river. So it's
25 "	on a gravel pad and so on. It then moves to a com-
26	pressor station site.
27	Q I see. Well, maybe we
28	can discuss spread camps that are in the Northern
29	Yukon which are of interest to me, and in particular

spread camp No. C at Komakuk Beach.



### Dau, O'Rourke, Williams Cross-Exam by Veale

- 1	Cross-Exam by Veale
1	THE COMMISSIONER: What number
2	again, No. B?
3	M_R VEALE: No. C, Mr. Commis-
4	sioner.
5	THE COMMISSIONER: No. C,
6	that's the one closest to the Alaska border?
7 ;	MR. VEALE: That's correct.
8	THE COMMISSIONER: And is there
9	in do we have anything a little larger in scale than
10	just this one, Mr. Dau? Anything that gets a little
11	closer to that beach?
12 ;	A Yes sir, there is. Yes
13	sir, I'm trying to get the proper number here and I'm
14	having trouble finding it.
15	MR. VEALE: The number is
16	3-A-0211-1002.
17 (	MR. GENEST: You'll find that
18	under the tab 2 in the construction plan exhibit, I
19	take it.
20	MR. VEALE: It's toward the
21	end of the maps in that section.
22	MR. GENEST: Towards the end,
23	I have it.
24	A That, sir, is another
25	instance where the camp is not located at a compressor
26.	station site.
27	MR. VEALE: Right.
28	THE COMMISSIONER: Excuse me.
29	I've got map 3-A-0211-1002, in front of me. Herschel

Island is onthe right-hand side of this map. Where is



# Dau, O'Rourke, Williams Cross-Exam by Veale

1	the spread?
2 1	MR. VEALE: Follow the coast along
3 ;	towards the Alaskan border and you'll run across
4 ;	Komakuk Beach.
5	THE COMMISSIONER: Oh yes, yes.
6	MR. VEALE Komakuk air strip.
7	A And spread C
8	constructs the pipeline from the Alaska-Yukon border,
9	which is Milepost 195, over to Milepost 255, just
10	south of Stokes Point.
11	MR. VEALE: Now there is a
12	compressor station CA-05 nearby. I was wondering wha
13 (	considerations went into the location of spread camp of
14	A Sorry, sir, I don't
15 /	recall. I'll try and see if I can dig up some infor-
16 ;	mation for you.
17	Mr. VEALE: Maybe Mr. Genest can
13	answer. When will this information come? Will it be
19	this afternoon or
0.5	A I would hope to
21	respond to it after the break, sir. I'll try to,
22	I can't guarantee it.
23	. Well maybe I
24	can refresh your memory on it to some extent.
25	That may be a previous Dew Line site.
26	A It is, sir.
27	Q It is, and would that
8 8	have had some effect on your location considerations?
29	A Yes, of course, because
80	that site in the past has had material delivered to i



about that yesterday.

Dau, O'Rourke, Williams

MR. VEALE: I wish you'd thought

	Cross-Exam by Veale
1	by barge and there is an existing air strip, there
2	is a facility there is really what it is. I'm sure
3	that had some consideration. There's a road from
4	the beach up to the site and so on.
5	Q I have some questions
6	to ask relating directly to spread camp C. Are you
7	able to answer them now or would you like
8	A I'll try.
9	Q When would the first
10	construction activity and I'm referring to overall
11	now, not just pipeline per se when would it begin
12	at spread camp C?
13	A The facilities for the
14	stockpile site that would be required for spread C
15	
16	there would obviously be the surveying, any soils
17	investigation that was necessary and things like that.
18	These are more the engineering functions.
19	Q Right.
20	MR. GENEST: Excuse me. Mr.
21	Commissioner, I just wonder if we couldn't reduce these
22	dates to a number. We are going to
23	MR. VEALE: Summer 1, summer 2,
24	summer 3.
25	MR. GENEST: summer 1, summer
26	2, summer 3, because to try and relate all these back
27	to the application date, the revised date, and the
28	realistic date, none of us are going to what
29	de de de going to what



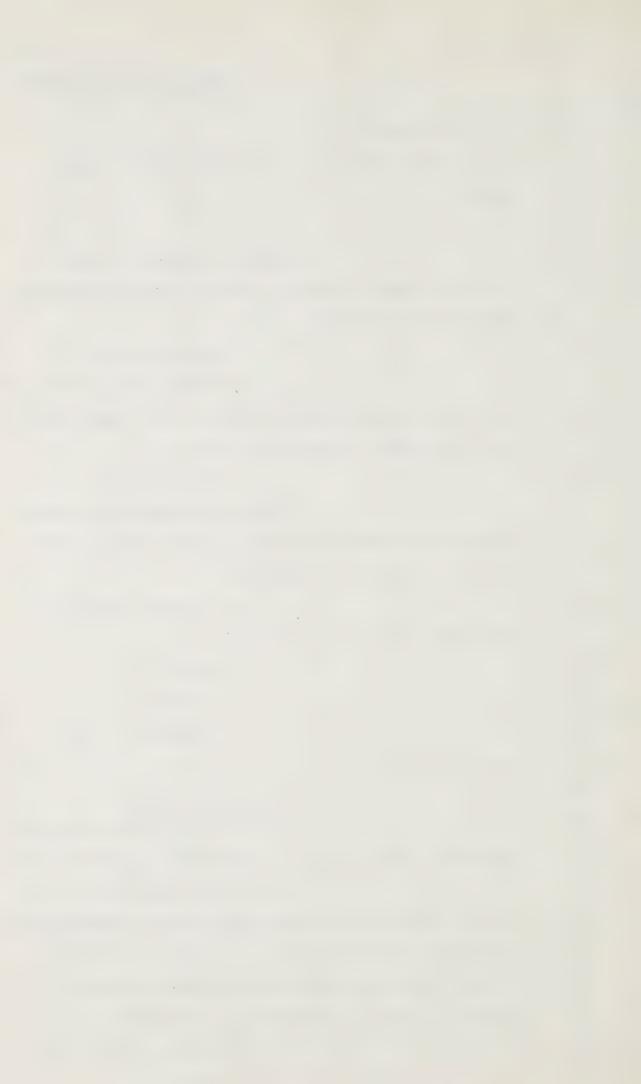
Dau, O'Rourke, Williams
Cross-Exam by Veale

1 MR. GENEST: That's right. 2 Would that be the first summer, the second summer? 3 Regardless of the date I think you could --4 MR. VEALE: O Summer 1 would 5 be the survey summer, is that correct, Mr. Dau? 6 Α All right. If we're 7 relating it to other facilities and you want to expand 8 on this, summer 1 should be the summer of 1976 to 9 get it back into -- tie it down to something. So 10 therefore the stockpile sites for spread C would be 11 constructed in the third summer. 12 Third summer? 0 13 Yes sir. The survey and 14 soils investigation work necessary for that would 15 be done in either the second or first summer. I 'm sure 16 some would be done in the first summer; the majority 17 in the second summer. 18 I see. 19 Construction itself A 20 would take place --21 THE COMMISSIONER: Well, when 22 you say "summer 2 is the summer of 1976," excuse me, 23 summer 1 is the summer of 1976, --24 I've just arbitrarily A 25 done that, sir. 26 Yes, well if you look 0 27 at your graph --28 A Yes sir. 29 -- which is under the 0 30 heading:



# Dau, O'Rourke, Williams Cross-Exam by Veale

1	"Resources,"
2	which I just tore out so I wouldn't have to keep
3	finding it
4	
5	Summer I, you don't count '75
6	on your graph as summer 1. This whole program starts
7	with winter 1, '75-'76.
8	A All right, sir.
9	Q ,So this summer '75 should
10	not be treated as summer 1, even on your graph, except-
11	ing this graph as completely accurate.
12	A Right, sir, yes.
13	THE COMMISSIONER: All right.
14	So we really start with winter 1 if we look at this
15	graph, and then go to summer 1.
16	A All right, winter 1 on
L7	that basis, sir, is the winter of
18	Q '75-'76.
L9	A '75-'76.
20	Q And summer 1 is the
21	summer of '76.
22	A O.K., sir. THE COMMISSIONER:
23	And then just so we all
24	know where we're at, we add two years to each of those.
25	MR. VEALE: Now, would you be
26	able to provide me now with going through chronologically
27	from summer 3 to winter 3, to summer 4 to winter
28	4 , etc, and tell me the exact buildup in terms of
29	men and in terms of stockpiling equipment?
30	A No gir I gouldn't do



2 1

### Dau, O'Rourke, Williams Cross-Exam by Veale

it in that amount of detail. I would have -- to make sure I understand are you asking for the number of people, number of workmen on spread C by season, by years?

Words, if you are going to start off, say, with soil samplers, you're going to have a crew there. How many men would be in that crew, and then you're going to move onto survey, how many men would be in the survey crews working on that particular spread camp? Then you're going to go on to stockpiling and so on and so forth.

A I'm sorry, sir, I don't have that amount of detailed information with me here, that would take some time to get that and work it out. I can tell you some of the detail but I don't have it all.



1	MR. GENEST: Can we try some
2	and see how it does?
3	A Yes, for instance
4	MR. VEALE: Sure.
5	A on spread C in the thir
6	winter, our estimate of the total labourforce for the
7	mainline contractor is 719. That does not include
8	the owners, construction managers and engineers'
9	staff, which would add another 15 to 18 percent to
10	that.
11	Q That's pipeline construct-
12	ion?
13	A Pipeline construction.
14	Q Right.
15	Are we going to work back, then?
16	A I'm sorry, sir, but that's
17	about all of the detailed information I have here.
18	The we can as I told you the survey crews and
19	soils investigation crews are going to be from 10 to
20	50 at various times. The compressor station crews
21	will be on the order of 200. The stockpile site crews
22	would be in the order of 50 to 100, but to go beyond
23	that, I would have to get some further information
24	from Calgary.
25	Q I see.
26	THE COMMISSIONER: What was the
27	figure you gave us for winter three which is the peak
28	employment period for the spread? What was the figure
20	VOI 000 1102

A 719.



1	MR. VEALE:
2	Q Are you aware of how many
3	survey crews would be involved in that particular
4	spread camp?
5	A Well, in the survey pro-
6	cedure, there would be a location, survey location
7	performed on the pipeline right-of-way the previous
8	summer, which would be a very small crew.
9	Q How many men would that
10	be?
11	A I would say less than 20.
12	It's
13	Q And there would only be
14	one crew for that particular
15	A For that particular section
16	in the summer, yes sir.
17	Q Right.
18	A And during the course of
19	construction, there would be a very small survey crew
20	preceding the construction activities to confirm its
21	location, make sure they're exactly where they're
22	supposed it would be. It would stake out the ditch
23	line, for instance, and then as I said yesterday,
24	there would be a crew that would provide the "as
25	built" information to record exactly how everything
26	was installed, but all of those people wouldn't total
27	10 or 12 or something like that. It's not a big
28	operation in survey.
29	O I see. What about heli-

copter support for your initial location survey crew?



1	A That would be required,
2	sir.
3	Q And what kind of helicopte
4	support would you have for that survey crew at spread
5	camp C?
6	A Probably one helicopter.
7	Q One helicopter. Now is
8	that helicopter an independent contractor or is he an
9	employee of Arctic Gas?
10	A No, he would be an indepen
11	dent contractor, I'm sure, sir.
12	MR. VEALE: Mr. Commissioner,
13	at this particular time, it was my intention to deal
14	with three specific spread camps, and I believe we
15	are going to have some difficulty. Obviously you
16	can't have that information at your fingertips, and
17	I would be interested in having all the information
18	in the way that I've asked for it in terms of seasona
19	number of men, amount of equipment, so that the
20	progression can be seen and then certain consideration
21	can be given to impact on people and environment.
22	Now, the areas that I'm inter-
23	ested in, I'm interested in Komakuk Beach, spread
24	camp C. I'm also interested in Shingle Point, which
25	is spread camp E, and the third area that I'm inter-
26	ested in is the spread camp which is situated not
27	too far from Old Crow, it's spread camp A, approxi-
28	mately mile 335.
29	THE COMMISSIONER: Spread camp

A near Old Crow?



O'Rourke, Dau, Williams Cr. Exam. by Veale

MR. VEALE: Yes, that would be 1 on the -- you would have to look at your maps on the alternate routes and corridors. 3 THE COMMISSONER: Oh, I see. 4 Well, I was going to ask about that. You have supplied 5 the locations of the proposed spread camps for the 6 7 alternate route through the Richardson Mountains, have you? Α I believe the location is 9 shown, but I do not have the same amount of detail. 10 THE COMMISSIONER: Yes, I think 11 that that's quite important. Mr. Veale represents 12 the people at Old Crow. That alternate route has 13 been before us ever since the application was filed, 14 and it depends on the -- on what occurs in connection 15 with regulatory proceedings, both here and -- both 16 in Canada and in the United States, and I think that 17 the Inquiry will likely go to Old Crow early in July, 18 and I think it is very important that all the detail 19 you can supply the Inquiry with, regarding that spread 20 camp A on the alternate route, the interior route, 21 should be available. 22 And this is really for Mr. 23 Genest as well as yourself, Mr. Dau. 24 I will do all I can sir. 25 I will get as much information as I can. 26 27 MR. VEALE: I see. Just if there were to be some cross-examination on that, I 28 wonder what the timing of that would be. How long 29

would it take you to obtain that kind of information?



,	
1	A Can I respond after the
2	coffee break, sir? I will have to
3	MR. VEALE: Are we having the
4	coffee break?
5	THE COMMISSIONER: Yes, well
6	let's have the coffee break.
7 :	
8	(PROCEEDINGS ADJOURNED)
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#### Dau, O'Rourke, Williams Cross-Exam by Veale

### (PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT)

MR. GENEST: Mr. Commissioner,
Mr. Dau has informed me, and perhaps he can deal with
it himself, that the information we were discussing
just before the break is not -- has not been done to
the degree of detail in which it is being sought. It
is possible to do it for the three spreads about
which Mr. Veale has asked questions by involving about
three or four people for about a week. Is that what
I understand, Mr. Dau?

WITNESS DAU: Yes.

MR. GENEST: And we couldn't therefore get it in time for today or this week. It would take us a week to get it under way.

My concern is that -- and it may be something, I would leave that to you, sir -- is that if we have to do it for every spread, all the way down the Yukon border, the Yukon-Alaska border to the 60th Parallel we are looking at quite a thorough and long engineering exercise, and I was asking my friend, Mr. Veale, if perhaps these requests could be limited to typical ones where we could do the work, for instance I was thinking of Old Crow especially where there are people who are affected by these activities, we might have something more manageable. I'm in your hands in that respect, sir.

THE COMMISSIONER: Well, what do you think about all this, Mr. Veale?'

MR. WEALE: Well, Mr. Commissioner, I chose those three as representing typical



#### Dau, O'Rourke, Williams Cross-Exam by Veale

concerns in the pipe passage across the Yukon. I would be willing to limit it, say, to one site, and I would choose Komakuk Beach on the North Slope, and then the spread camp A near Old Crow, if that would be of any assistance to Mr. Genest; but I would insist, though, on having the information on those two spread camps and I would be prepared to come back at a later date after I had received the material to discuss it with Mr. Dau.

THE COMMISSIONER: Can you

manage two spread camps, Mr. Dau?

A Yes, we can get that for you. It would -- we can't get it by Wednesday night, unfortunately.

MR. VEALE: No, no.

A We have to go back to Calgary, but we can certainly do that for you, yes.

MR. GENEST: Would you like

to have it, sir?

THE COMMISSIONER: Yes, I think we should. I don't know whether Mr. Veale is settling for two out of six, or whatever, but he seems to be quite reasonable on that subject. Two would be satisfactory.

MR. BELL: Excuse me, sir, while we're on the subject, would it be possible also to get an example for a spread camp in the delta and somewhere further down the valley as well, the same information?

MR. GENEST: Well, could I



## Dau, O'Rourke, Williams Cross-Exam by Veale

suggest to my friends that before we break by Wednesday that they give us a list of what they would consider typical? I ask them to be reasonable about the number, and then we'd have some agreement that—— as to the typicalness of what work we've done. Would that be satisfactory, Mr. Bell?

MR. BELL: That would be fine,

Mr. Genest.

MR. GENEST: And if Mr. Bayly is interested in the same subject, perhaps we could have his input on this as well.

MR. BAYLY: I'll do that, sir.

MR. VEALE: Q Mr. Dau, thank

you for your undertaking in this matter. What I would like to do now is talk about spread camp, I believe it's A, which is located near Old Crow, to determine your present knowledge and the input that has gone into the selection of that site at this preliminary stage.

Map out, sir, perhaps I could respond to one of the questions you asked regarding productivity, and I did some calculations on the assumption that the productivity was unity in the prairies. The cost estimates and so on that we prepared are based on about 0.9 productivity just north of the 60th Parallel; about 0.7 in the general Inuvik area near the delta; and about 0.6 along the Arctic coast.

Q Sir, I didn't catch what

. .

they relate to.



### Dau, O'Rourke, Williams Cross-Exam by Veale

	Cross-Exam by Veale
1	A They relate to 1, unity
2	on summer construction work.
3	Q I see, so would you
4	repeat that what it would be on the coastal slope?
5	A About 0.6, in other
6	words 60%.
7	Q 0.6, 60% productivity?
8	A compared to 100% on
9	that basis.
10	Q I see.
11	A Prairie work in the
12	summer.
13	Q I see, and that 60% went
14	into your value judgment on that 44 days we were
15	discussing at spread camp E.
16	A No sir, not the 44 days.
17	The 60% is a judgment that went into the amount of
18	work that could be done in the remaining days. In other
19	words if the total calendar time frame is 136 days,
21	in our judgment we have 44 non-productive days. There
22	are 92 days left, and the 60% then relates to the
23	amount of work that can be accomplished in the 92
24	days.
25	THE COMMISSIONER: You have
26	two crews, one working ten days steady on the North
27	Slope, the other working ten days steady in Southern
1	Alberta, you get 60% as much pipe laid on the North

Alberta, you get 60% as much pipe laid on the North

29

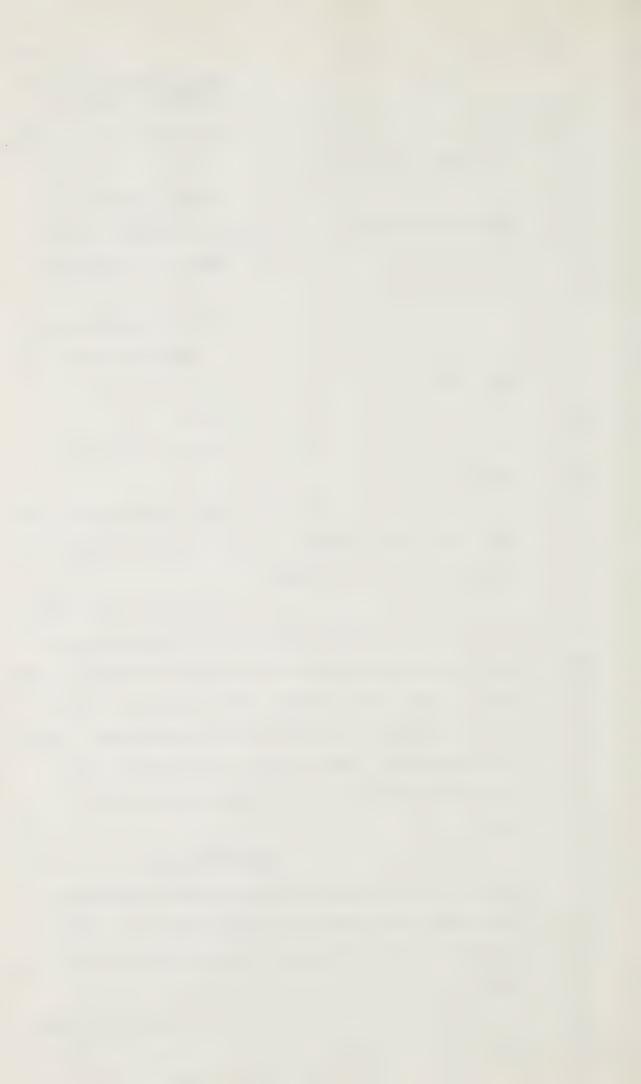
28

A That's generally true,

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yes.

Slope.



Dau, O'Rourke, Williams
Cross-Exam by Veale

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MR. VEALE: Q So then your 60% productivity then is calculated in the actual days required to lay the pipe, it's not calculated into the non-productive time.

A Right, the other way around, it's how much we can lay in the 92 days, yes.



1	Q Do you have that map in
2 ,	front of you?
3 -	MR. MARSHALL: What's the
4	number, Mr. Veale?
5	MR. VEALE: The map number is
6	this is in the alternative corridor drawings, sub-
7 ;	section 14.e.1.10. The map is drawing number 3B0211-
8	1003.
9	WITNESS DAU:
10	A I have it, sir.
11	Q Okay now. By my calculat-
12	ion, that spread camp A is probably within the vicinit
13	of 20 miles of Old Crow. Do you have any specific
14	knowledge on that? Is that approximately correct?
15.	A That's approximately
16	correct, sir.
17	Q Now, it also appears to me,
18	and correct me if I'm wrong, that that spread camp is
19	not located at compressor station IA08?
20	A That's correct, sir.
21	Q Now IA-08 is not too far
22	from it, however, I would say about 15 miles. Now,
23	what would have been the location consideration that
24	would lead you to place it in the location it is,
25	rather than the compressor station?
26	A I can't recall right now.
27	I'm sorry, sir, I can't respond to it. I don't know.
28	I can get the information for you.
29	Q Would that be information

you could get today, or is that --



1	A I will certainly try, sir.
2	THE COMMISSIONER: What drawing
3 ,	are you looking at, Mr. Dau?
4	A 3B-0211-1003.
5	MR. VEALE:
6	Q Mr. Dau, I am prepared to
7	defer that until the afternoon then, and we can get
8	into that question later on.
9	A I will do all I can, sir.
10	THE COMMISSIONER: How far is
11	that spread, you're speaking of the spread at Mile-
12	post 335, are you?  MR. VEALE:
13.	That's correct.
14,	THE COMMISSIONER: And how far is that from
15	Old Crow?
16	MR. VEALE: Well, my estimation
17 %	would be 20 miles, but I'm sure you will be able to
18	provide us with a more accurate one.
19	THE COMMISSIONER: And the
20	compressor station you spoke of was about
21	MR. VEALE: Mile 350.
22	No, that wouldn't be correct,
23	a little this side of Mile 350.
24	A I would think the airline
25	distance between Old Crow and that spread camp at
25.	Milepost 335, would be something a little, less than
27	10. By road it would probably be 12 to 15, and the
28	distance from the spread camp at Mile 335 to the

station appears to be about 12 miles.

MR. COMMISSIONER: Thank you,

29 |



2

30

1	Mr. Dau.
2	MR. VEALE:
3	Q You said that the road
4	distance between Old Crow and spread camp A is 12
5	miles?
6	A I'm guessing, I would hav
7	- to scale it, sir, but I'm talking about the snow roa
8	that's shown on the map.
9	Q Right.
10	THE COMMISSIONER: Now, Mr.
11	Veale, you're not giving evidence, but this that
12	is Old Crow Flats that lies to the north and to the
13	east of Old Crow, is it, on this map?
14	MR. VEALE: That's correct. I
15	would lie to yes, directly north would be the
16	major body of Old Crow Flats and to the northeast
17	would be what they call Little Flats. Little Flats
18	would be, in other words, to the right of the Old
19	Crow River.
20	Q Mr. Dau, what I would
21	propose to do then this afternoon is discuss all the
22	factors relating to the location of that particular
23	spread camp and go into it in some detail.
24	A Right, sir.
25	Q Mr. Dau, it's been my
26,	feeling that you have two routes going across the
27	Yukon that you're interested in; one on the coast
28	and one on the interior.
29	Now, apparently Arctic Gas

prefers the Yukon coastal route to the interior



1	route, is that correct?
2	A Yes, sir.
3	Q Now, has that had that
4	particular decision, has that had any effect on the
5	on your construction plan with respect to the
6	interior route? In other words, have you tended to
7	treat that as a secondary route from your construction
8	plan point of view and concentrate on the North
9	Slope? You know, in terms of the attention you've
0	given to the various routes, has your attention been
.1	equal to both routes from a construction viewpoint?
2	A At the time the application
3	was made, it would have been equal. I'm sure we have
4	more information on the coastal route now than we do
5	on the interior. That's since the period of time of
6 1	filing the original application.
7	Q I see. But at the actual
8	time of the application then, I take it that you
9	would have given equal consideration to both routes?
0	A That is correct, sir.
1	THE COMMISSIONER: If that
2	spread camp A near Old Crow were of the same size as
3	the spread camp F at the beach on the North Slope,
4	Komakuk.
5	be A It would/very similar,
6	yes, sir.
7	Q So you would have at the

peak winter construction period something like 800 men at that.



29 |

1	MR. VEALE: Perhaps we will get
2 !	into that this afternoon, I hope.
3	Q Mr. Dau, I was wondering
4	if you would give me some of the names of the people
5	that have been involved in your decision making.
6 1	Now, you have mentioned that you have a number of
7 :	you mentioned these meetings in April of '73. Now,
8	I understand that you had input about the people of
9	the north from Gemini north. Would they be consultan
.0	that were advising you on the interests of the
1	people?
.2 "	A They attended the meeting.
. 3 '!	They were retained by Canadian Arctic Gas and were
.4	present in the meetings, and of course as the
.5 ;	minutes note, had many comments, yes.
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### Dau, O'Rourke, Williams Cross-Exam by Veale

1		Q	Were you in fact relying
2	on their information?		
3		A	Yes.
4		Q	And do you recall who
5 !	the people were?		
6		A	From Gemini North?
7 :		Q	Yes.
8		A	Pat Carney, Frank Basham.
9		Q	There was one other name
10	that I came across, Eric	Gord	eau. Was he also involved
11	on a consulting basis?		
12 !		A	He's with the Environ-
13	mental Protection Board,	sir,	not Gemini North.
14		Q	I see. Now, did yau
15 #	have any discussions with	n Gem	ini North on the relation-
16 }	ship of their input to yo	our u	ltimate decision-making?
17	Did you have a methodolog	gy of	saying, "Well, we're
18	running a pipe down here,	, now	how are we going to
19	funnel your information i	n and	d how are we going to
20	treat that information?"		
21		A	We provided the way
22	they got information from	n us v	was on the basis of route
23	maps and construction pla	ans si	imilar to what we have
24	filed. That type of in	forma	ation was provided to
25	everyone for that particu	ılar r	meeting, for instance, and
26.	of course with respect to	the	consultants retained by
27	Northern, had been provid	led or	ver a long time frame.
28	Canadian Arctic Gas would	l have	e to speak to the time
29	that Gemini were given th	e inf	formation that we provided

Canadian Arctic Gas. I'm not sure I've understood your



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## Dau, O'Rourke, Williams Cross-Exam by Veale

	Closs-Exam by Veale
1	question completely.
2	Q I wasn't sure I under-
3	stood the answer.
4	THE COMMISSIONER: I didn't
5	understand either. Let's do that again.
6	MR. VEALE: What I'm trying to
7	determine is just how you were able to use these people
8	to formulate your construction plans. Now you were
9	using Pat Carney and you mentioned Frank Basham.
0	MR. MARSHALL: I believe he
1	said that they were retained by Arctic Gas, not by
2	Northern Engineering.
3	MR. VEALE: Well, more
4	precisely then, did you establish any methodology in
5	terms of how you dealt with their input, or was it
6	strictly a value judgment again?
7	A We considered obviously
8	the comments they made in the April and May meetings.
9	It was an input into our planning. We had no special
0	method of dealing with them and exchanging information,
1	discussing with them. I can't recall any specific
2	meetings to discuss particular problems. I am aware that
3	they were in our office on several occasions discussing
4	matters of route location and construction timing and
5	planning, but I have no details of the results of those
6	meetings. I'm just aware that the conversations went
7	on.
8	O well the question I'm

going to ask you may wish to defer to this

afternoon, if you wish; but did you in fact have



"Pat Carney,"

Dau, O'Rourke, Williams
Cross-Exam by Veale

1 discussions with Pat Carney and Frank Basham about 2 Old Crow? 3 A I can't recall, sir. 4 I would have to look up in the Minutes of the meeting 5 and check with Calgary. 6 Well, there is one thing Q that struck me in my perusal of some of these Minutes, 8 and that was on the April 13th session. 9 A Yes sir. 10 It talks about meeting 0 11 A, Imperial Oil Conference Room. 12 Α One moment, please. 13 Found it. 14 0 Were you at that session 15 on April 13th? 16 A I don't recall being 17 there. 18 Well, would you be able 0 19 to recall whether or not you had any specific discuss-20 ions with either Pat Carney or Frank Basham with res-21 pect to Old Crow? 22 I didn't, sir. Α 23 You didn't? 0 24 I don't think I did, sir, 25 no. 26 Q I see. Well that would 27 probably correspond with, I think, what Pat Carney 28 said, and I would refer you to that April 13th session, 29 it says:



Now, would that represent

	Cross-Exam by Veale
1	it says:
2	"Carney three main concerns."
3	THE COMMISSIONER: What page
4	is this?
5	MR. VEALE: There's no page
6	number, page 1, I believe, but there's no number on it.
7	THE COMMISSIONER: Well, this
8	is April 13th?
9	MR. VEALE: That's right,
10	April 13th session at the top of the page.
11	THE COMMISSIONER: I have the
12	transcript here which is Exhibit 85.
13	MR. VEALE: Towards the end of
14	that transcript.
15	MR. MARSHALL: It's exhibit 84a sir. THE COMMISSIONER: Oh, 84-A.
16	MR. MARSHALL: And it would be about
17	20 pages, 30 pages from the back of that. There is
13	Minutes of Meeting A, Imperial Oil Conference Room,
19	there is some 20 pages that are numbered at the top
20	of the page, and it's on the first page headed:
21	"April 13th session."
22	THE COMMISSIONER: All right.
23	MR. VEALE: Now, it starts
24	off and says:
25	"Carney - three main concerns:
26	(1) Do not have any useful input on Old Crow
27	(not authorized to do any work there, and were
28	asked to stay out of there by the government
29	this spring)."
30	



# Dau, O'Rourke, Williams Cross-Exam by Veale

Did you recall that

1	the information that you would have received with
2	respect to Old Crow, or would there have been other
3	meetings?
4	A I'm'sorry, sir, I can't
5	recall any other meetings with Gemini North specificall
6	with respect to Old Crow. Sorry, I just can't recall
7	them.
8	Q Do you recall this
9	particular reference or comment that apparently was
10	made by Pat Carney?
11	A I have read the
12	Minutes and I have read them shortly after they were
13	issued, sir.
14	Q I see, but you weren't
15	present at that particular time?
16	A I'm pretty sure I wasn't
17	sir, not at that one.
18	Q Was Mr. Williams present
19	at that time?
20	A Yes, he was.
21	Q You were there, Mr.
22	Williams?
23	. WITNESS WILLIAMS: It appears
24	that I was there. I think my name appears on that
25	day.
26.	Q Can you be more definite
27	about that?
28	A Yes, I was there. It
29	appears I didn't have much to say that day.
30	0 011

Q



## Dau, O'Rourke, Williams Cross-Exam by Veale

1	
1	comment made by Pat Carney?
2	A Oh, I think vaguely.
3	Q Well, did you make any
4	request of her to provide you with information about
5	Old Crow, and did you subsequently receive any infor-
6	mation about Old Crow?
7	A No, and no.
8	Q Thank you. Mr. Williams,
9	I gather your initials appear on these maps we've
10	got. Is that correct? "G.L.W.".
11	A Yes sir.
12	THE COMMISSIONER: In the transcript
13	there is a passage, this comes under the heading of:
14	"Miscellany".
15	Somebody uses the phrase:
16	"creating the least impact mammalwise." Societal
17	infrastructure, man is back at work.
18	MR. VEALE: Q Mr. Williams, I
19	would refer you to the maps in your construction plan
20	under "Pipeline Construction Schedule," and the number
21	of the map is 402151001. In other words, the first map
22	in that section.  WITNESS DAU:
23	. A Is that on the interior
24	route, sir?
25	Q No, it's in the main MR. MARSHALL:
26	construction plan. Abuld you give me that number
27	again?
28	MR. VEALE: It's 4-0215-1001.
29	I only refer to that particular one, they are
30	and and the same many in that continue but there

actually all the same maps in that section but they



### Dau, O'Rourke, Williams

	Cross-Exam by Veale
1	just have different information on each one.
2	Q Now, you're aware of the
3	you're aware of this map, I presume those are your
4 ! 5 ¦	initials in the corner, would that be correct? WITNESS WILLIAMS: A Yes sir.
6 "	Q And what was your function
7 <sub>i,</sub>	in putting your initials on that map?
8	A To make a final
9	check after the map was produced.
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Sometimes they would like

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1	Q Well, can I ask you if
2	you're aware of the location of Old Crow, just as a
3	general matter? You don't have to refer to the map.
4	A Yes, I've been there.
5	Q And where is it located?
6	A In the northern part of
7 ;	the Yukon Territory, south of Old Crow Flats.
8	Q And it would be at the
9	confluence of what rivers?
10	A The Porcupine and Old
11	Crow River.
12	Q Well just referring to
13	that map, I was somewhat concerned to see the location
14	the apparent location of Old Crow.
15 ;	THE COMMISSIONER: Well I wish
16	I could what map is this again? I'm sorry.
17	This is the interior route map?
18	MR. VEALE:
L9	Q Am I correct in my observat-
20	ion that Old Crow is now in Alaska?
21	A I'm embarrassed sir, yes.
22	Q You wouldn't have happened
23	to use Pat Carney in assisting you in drawing these
24	maps, would you?
25 .	A No sir, as Mr. Dau mentioned for
26	yesterday, I think we are in/a new slate of draughts-
27	men.
28	Q What about the people that
29	check the maps?

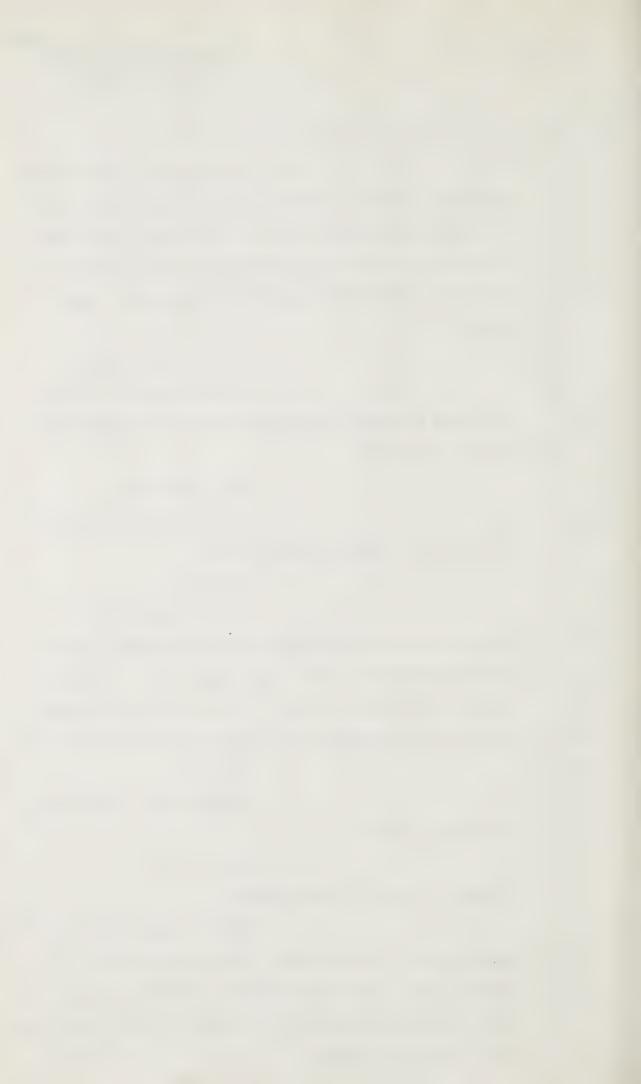
Α



1	to get off the project too.
2	Q While we are onto the map
3	situation, I have another matter of confusion that
4	I'm sure either yourself, Mr. Williams, or Mr. Dau
5	can chrify, and I would ask you to refer to the map
6	with the construction spreads on the north coast
7	route.
8	A This is 3-0215-1001?
9	Q I'm now moving into the
10	proposed pipeline route map section, and that would
1	be 3A- 0211-1002.
. 2	A Yes, I have it.
. 3	Q And the map just following
4	that, which would be 1C-0211-1001?
.5 i	A Yes, sir.
6	Q Now, it appears to me, if
7	you look at the information on spread camp C which is
. 8	at Komakuk Beach on the first map, that the pipe
.9	laid will be from Milepost 195, which would be the
0	actual border between the Yukon Territory and Alaska?
1	A Yes, sir.
2	Q To Mile 244? Now, do you
3	follow me there?
4	A Yes, and I'm also aware
5	of some errata on these sheets.
6	Q Maybe we can deal with that
7	now then, but the one that I am concerned about is
8	spread camp E, the one located at compressor station

CA06. Now that indicates the pipe will be laid from

Mile 285 to Mile 254.



### O'Rourke, Dau, Williams Cr. Exam. by Veale

1	A Yes, sir.
2	Q Now that leaves a, the way
3	I look at it and you can possibly explain it, but it
4	leaves a 10 mile gap in your pipe. Is that correct,
5	or
6	A Yes, that's correct.
7	There is an error there, yes.
8	Q But it appears that at
9.	your spread camp C, you've actually stockpiled just
.0	enough pipe to take you to Milepost 244?
1	MR. MARSHALL: Well Mr. Veale,
.2	it's marked on the with a line shown where the
. 3	pipeline location is. The dividing point between
4	spread C and spread E and you can see it is just beyon
.5	Milepost 250, between 250 and 260. It's shown there.
6	It appears there must be a typo in the little box in
7	the top of the first of these two maps, which is "pipe
3	laid Milepost 195 to 244. Perhaps that should read
9	"254." To correspond with what is shown on the rest
0	of the pipe.
1	MR. VEALE: Well thank you, Mr.
2	Marhsall, but I would like to ask further questions
3	on this from Mr. Williams.
4	WITNESS WILLIAMS:
5	A Yes, somewhere here I have
6'	an errata sheet, but I might be able to get that
7	information if you will just bear with me for a moment
8	Q Okay.
9	A It's the pipe delivered

to Komakuk Beach should read 59 miles, and then the



1 | 1

pipe laid from 95 to 254.

Q Tell me, have you ever, in your construction experience, ever had an occasion where an error of that nature was actually something that showed up when you were in the field? Do errors of that magnitude ever occur?

A Well not/the same extent as these, I don't think. These were put out in a rather rushed manner and didn't get the checking that they would get if they were drawings for construction.

Q What would happen, if in spite of all the checking you did, you in fact, you know, were short two or three pieces of pipe?

A Well I wouldn't see an error of this magnitude happening for a pipe order or for construction, and the general procedure is to oversupply pipe by a small percentage to take care of damage that might occur in transit and so forth.

If such a thing happened that this one particular spread was short three or four joints of pipe, I would guess they would pick it up from the adjacent spread by winter or snow road.

what I would like to draw your attention to. If
you're putting the pipe, you're laying the pipe
along the coastal route in the north Yukon, how would
you bring the pipe in? Well let's assume you have a
construction deadline, you want to complete a certain
portion of that pipe laying in the winter so that you
can put the gas through.



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Now, if you didn't actually -if you took the pipe from another spread, you might
involve yourself in a shortage somewhere along the
line. Is it possible for you to get pipe into that
area, you know, once it's freeze-up?

A By winter road, yes, it would be possible.

Q Well --

A In this case along the right-of-way. These two spreads C and E are working towards one another when they get there if there's a hundred foot gap, pipe could be brought into one of those locations.

I think along this route, at CA-05, for instance, there's a 6,000 foot strip. In a pinch for a few joints that you're talking about, they could be flown in by Hercules.

Q I see. So they would be brought in by Hercules and they would be just lifted in the air from some other site, maybe Fort McPherson or some other stockpile, is that correct?

A Certainly there would be a surplus pipe supply somewhere, yes, and generally by spreads. I'm sorry, sir.

THE COMMISSIONER: Can a Hercules land at that spread, spread C?

A CA05, there's an indicated 6,000 foot strip there sir, yes, and a Hercules could land there.



1	MR. VEALE:
2	Q And there's no difficulty
3	in transporting your pipe length in a Hercules?
4	A The pipe can be cut to the
5	length that the Hercules could handle. It doesn't
6	have to be in 40 foot lengths or 60 foot lengths. It
7	can be cut. I certainly wouldn't see this happening,
8	but it's possible.
9	Q Have you ever considered
10	that particular problem in terms of how much can a
11	Hercules carry, in terms of length of pipe?
12	A No, I don't recall working
13	that out. I think we probably could. The pipe weighs
14	a little less than 400 pounds per foot.
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Dau, O'Rourke, Williams
Cross-Exam by Vaale.

Q Mr. Dau, getting back to those meetings you had in April, 1973, could you put it on the record who your consultants were from an environmental point of view?

WITNESS DAU: Can I? Yes, we retained L.G.L. Limited, who were consultants with respect to birds.

MR. GENEST: I thought we already had all of that on the record. I may be mistaken, repetition won't harm.

THE COMMISSIONER: Well, Mr.

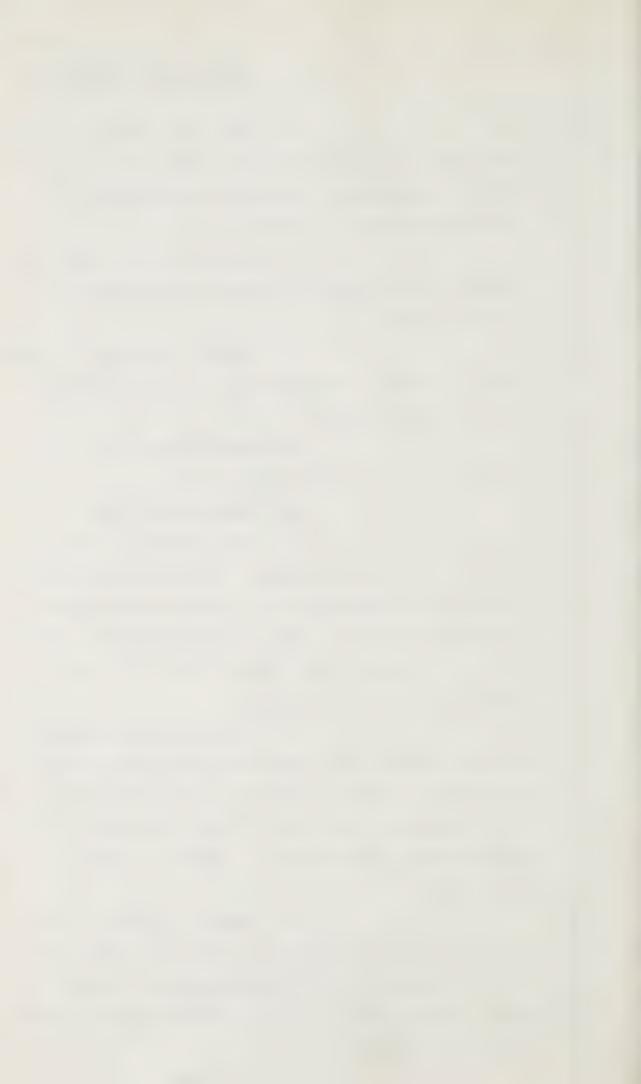
Veale may not have been here that day.

MR. GENEST: All right.

A We retained -- I'm having trouble with the proper names -- Renewable Resources with respect to mammals, and Aquatic Environments with respect to fish. Then we also retained Dr. Banfield, who was not in any specific area. He was kind of an overall consultant.

MR. VEALE: Maybe this matter has been covered when I have been absent, but one thing I have been concerned about is will your consultants in that meeting of April of '73, are they going to be called in the further phases? Maybe Mr. Genest can answer that.

MR. GENEST: I think so, they are all going to be called, sir. Well, at least not every one, but at least a representative of each group, and Dr. Banfield will be called, and the mammals men and the fish men and the --



tation men.

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Dau, O'Rourke, Williams Cross-Exam by Veale

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MR. VEALE: Could I just have

precisely who it will be then for each particular category?

MR. GENEST: I think we'll have to give you the names. We haven't made up the panels of evidence, but they will be made up of representatives of all of those people who participated. You appreciate that some of the jobs were done by large teams of people, but the man who was responsible for the assembly of the work and stands behind the opinions expressed is going to be here.

MR. VEALE: Very well. Just specifically then if we talk about mammals, will it be -- I understand there was a Mr. Kaliff and there was a Mr. Jakinchuk who seemed to speak a great deal about mammals. Now, will Mr. Jakinchuk be appearing on the environmental panel with respect to mamals?

MR. GENEST: I don't feel that that's a proper question at this stage. We have -- your rulings say that we are to give notice two weeks in advance of who we're going to call and what they're going to say, and I haven't considered that in detail and I don't wish to pin myself down at this stage. But we are bound to be calling in accordance with your rulings the people who did the work.

MR. VEALE: Mr. Commissioner, the difficulty that I have with this area is that those



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Dau, O'Rourke, Williams Cross-Exam by Veale

April 13th meetings seem to be the major time period in which the input from people, resource people and environmental resource people was given, and ultimately determined the construction plan before us. Now it's extremely important for us to know that we're going to be dealing with the same people when we come to another panel, and I chose Mr. Jakinchuk's name because I didn't think there was going to be any doubt about that particular name.

THE COMMISSIONER: Well, the names of Mr. Jakinchuk and Mr. Kaliff appear in the Minutes of the meeting of April 13th?

MR. VEALE: Yes, they do.

THE COMMISSIONER: Well, it

seems to me that Mr. Genest is right in saying that he's not obliged to start making promises about calling people whose names are offered here today. But I suggest that if you want these people on the panel, that deals with the particular subject, you should so advise Mr. Genest and then if he doesn't include that person on the panel, you can apply to the Inquiry for a subpoena to have the witness called for crossexamination. I don't really see any difficulty here.

MR. GOUDGE: If I may be of some assistance, Mr. Kaliff will be here the first week in June in connection with the Environmental Protection Board. He was, I think, at that stage was with their organization rather than in Northern Engineering. Mr. Templeton has advised me that he will be here in the first week in June and I think would be available, perhaps, then or at some later date to be cross examined by my friend.



	Cross-Exam by Veale
1	MR. VEALE: Well, Mr. Commis-
2	sioner, I'm certainly prepared to follow the procedure
3	that you've outlined, and I could do that outside this
4	hearing then.
5	THE COMMISSIONER: Yes,
6	certainly.
7	MR. VEALE: Advising Mr.
8	Genest by letter.
9	Q. Mr. Dau, you mentioned
LO	in your examination in chief that you will be employing
	environmental inspectors and socio -economic monitors.
12	That would be in addition to your engineering
L3	inspectors. Are you familiar with this area? It's on
14	page 6 of your written statement. It's sub-section 5. WITNESS DAU:
15	A Yes sir.
16	Q I'd like to just have
L7	a little more information about their role and so on.
18	What do you conceive an environmental inspector to be
L9	A This question should be
20	more properly answered by a policy witness of the
21	applicant. He probably would not be an employee of
22	Northern Engineering. In an attempt to respond to
23	your question, in the environmental area in my view,
24	would be generally relating to matters of wildlife,
25	mammals, birds and fish and so on.
26,	MR. GENEST: It seems to me,
27	Mr. Commissioner, that these questions would arise
28	more properly in environmental socio-economic phases
29	and probably most importantly in the sort of after

phase dealing with regulation that we are apparently are



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Dau, O'Rourke, Williams Cross-Exam by Veale

all agreed we should have.

MR. VEALE: Well, Mr. Commissioner, I would like to deal with this area now that's been raised in evidence by Mr. Genest, and it seems to me it's a very important area because possibly the inter-action of environmental and socio-economic inspectors with engineering inspectors is a crucial area, and I'm not quite sure if these gentlemen will be back to speak about this specific area, because I think the engineering point of view is extremely important.

THE COMMISSIONER: Well, I think that the matter having been raised in chief, you're entitled to pursue it in cross-examination at least to elicit what you can from these gentlemen, what they intended when they said that.

MR. VEALE: Thank you, Mr.

Commissioner.

THE COMMISSIONER: What they understood would be done.

MR. VEALE: Q Well, Mr. Dau, what do you understand to be the relationship between an environmental inspector and an engineering inspector during the construction of the pipeline?

Who will report to whom?

A They would both report to Canadian Arctic Gas Pipeline personnel at that time. They would each have their own areas of expertise, in other words I can't quite visualize the environmental inspector reporting to an engineering inspector, or

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please?

construction spread.

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yes.

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Well, just from your own experience on constructing pipelines, would the project man ager be the person that would have these two people report to him? We're dealing now say with the construction spread. I am assuming that you would have an inspector of each kind for each construction spread, is that correct?

> Α I'm sorry, once again,

0 Let's take one single

Α Yes.

Will you have an environ-0 mental inspector relating to that spread , and also an engineering inspector for that spread, and if it's close to a community would you also have a socio-economic monitor?

> Α I would believe so, sir,

Q Now, they would presumably have some method of daily reporting to determine how the construction was proceeding. What is your understanding, who would they report to on that construction spread?

Α They would report, in my view, to personnel of Canadian Arctic Gas Pipeline at that time, rather than a study group it would be a Pipeline Company at that time. They would be reporting to the owner of the pipeline.



## Dau, O'RourkeWilliams Cross-Exam by Veale

Q You mentioned further	
down onthat page that they would have day to day field	
control. What do you mean by that or what do you under	
stand that to mean?	

A Which section is that,

sir?

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 $\ensuremath{\mathbb{Q}}$  It is on page 6, at the bottom of the page.

A My understanding of that would be that they would have sufficient authority to cause work to stop in the event it was not in accordance with, say, specifications or plans and so on that had been outlined prior to the start of work.

Q In other words, I can take it then that your understanding of that is that on each construction spread, either one of these particular inspectors, whether it's a socio-economic inspector or an environmental inspector, would be able to say stop construction." Is that correct?

A Yes, within his own terms, his own expertise. Obviously, the socio-economic inspector is not going to shut down the spread because of some bad welding, you know. In their own field, certainly they would have to have that type of authority.

Now, whether -- and the other point is that with respect to engineering and construction inspection, there is obviously more than one person. There's a significant staff involved, and there is a method of reporting within the organization.

about is if we have an environmental inspector or a socio-economic monitor, who feel that under their particular expertise the ditching and stringing of the pipeline should stop. Now we also have an engineering inspector on the site and he's saying things



	are going really well. As a matter of fact, let's
-	keep it going really well, because then we will be
man and the same	able to stay within our time frame that we've
Commence of the last	established in the overall construction plan

Now what happens when that kind of conflict arises?

A They would both report to the owner of the pipeline at that time, who would obviously have to make a decision.

Q Is the owner -- is he available at the spread camp, or is he somewhere else on the line? Have you considered this aspect?

A Certainly the owner will be well represented in each of the major construction areas. He will have his staff there, as will the various inspection staffs in engineering and so on.

Q In other words, the final decision with respect to the stoppage of work on a particular construction spread, remains in that construction spread, and they don't have to, you know, phone Calgary or phone Edmonton. Is that right? Is that what you're saying?

A My understanding is that that authority rests within the spread itself, within the overall spread, including owner, contractor, engineer, et cetera, et cetera. The owner has the final authority.

Q And who -THE COMMISSIONER: Excuse me,



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Mr. Dau and Mr. Veale. On the next page you say,

"The applicant will retain authority to order a stoppage of work", which is consistent with what you are
saying now, but what I am interested in and what I
think Mr. Veale is getting at, is who is there on the
spot representing the applicant with authority to do
precisely that, stop the work?

A I don't have-- sorry, sir.

Q Well you may have answered this yesterday, but is there a contractor who is in charge of this project who would be the man in charge of the spread, but yet without authority to order a stoppage of work, since that authority resides in Arctic Gas?

Are you in a position to answer

that?

obviously a policy question from Canadian Arctic Gas, but my understanding in discussion with Arctic Gas is that Arctic Gas will have resident at any major construction activity, and we could call him a project manager for Arctic Gas, who has the final authority to shut down and do all these things.

There will be a construction contractor is obviously charged with the responsibility of completing the work in accordance with specifications, designs and so on, in a very efficient manner.

There's an engineering contractor in that sense who does the surveys, the soil

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drillings and inspects the work that's being done by contractors for conformance to design and specifications.

There is either the owner's a own forces or/construction manager retained by the owner who is responsible for the -- responsible for inspecting the efficiency and the method of doing the work, rather than the detailed technical things. This organiz ation would be inspecting to make sure that the contractor was efficient.

understand it, the owner will employ environmental inspectors. Now those inspectors will report directly to the owner, the owner's project manager at that particular site, and I'm quite sure that there will be other inspectors from government agencies and so on, who obviously will have authority to do certain things, shut down work in the event, you know, what that is today -- today I don't know what that is.

I can assure you there will be plenty of inspectors on this project.

Q I would agree with that.

You mentioned the project manager. Now you envisage then that each construction spread will have a project manager?

A I gave him that title, sir, just for convenience. It's the owner's representative.

Q Right.

A I don't know what they are



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Q Fair enough. But as I understand it, Mr. Williams is a project manager for the overall construction plan. Is that correct, Mr. Williams?

## WITNESS WILLIAMS:

formulating of the construction plan. My present title with Northern Engineering is Director of Field Services. I understand that some of the drawings there might say project manager. I was certainly heavily involved in route location and production of maps and in the formulating of the construction plan. But the title on the map might be a misnomer, I don't think it's too material though.

Q I see, but would it not be likely that you would become overall project manager on this construction project, bearing in mind that you have spent three years on it and you know all the ins and outs of the project?

A No sir, I work for Northern Engineering. I would probably be involved with Northern Engineering in the field services aspect, but not a staff member of Canadian Arctic Gas.

Q Is it possible that Canadian Arctic Gas would hire or make a contract with N.E.S. to supervise overall project management?

MR. GENEST: Mr. Commissioner, it seems to me that's a question to be addressed to the Canadian Arctic Gas people when they come here,



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1	rather than put these people on that kind of a spot.
2	THE COMMISSIONER: I think you
3	are right.
4	MR. VEALE: Is that a Mr. Horte
5	question or what?
6	MR. GENEST: I think that's a
7	Mr. Horte question, sure.
8	THE COMMISSIONER: I think what
9	Mr. Veale's gotten into is something that should be
.0	explored with Mr. Horte, and you might have him in his
1	evidence-in-chief outline this relationship between
2	the owner at each spread, the contractor, the environ-
3	mental inspector, the socio-economic monitor and the
4	engineering inspector, and so that Arctic Gas
5	can give/the picture as they see it. It isn't entirely
6	fair to Mr. Dau to ask him to outline it for you.
7	MR. GENEST: I had intended to
8	do that, I recognize that as an important aspect, sir,
9	and evidence will be led on that topic.
0	WITNESS DAU:
1	A I thought, Mr. Genest,
2	that I might have the chance to negotiate a pretty
3	good contract here.
4	MR. GENEST: Hire Mr. Veale.
5	THE COMMISSIONER: By the way,
6	if
7	MR. VEALE: I defer to you, Mr.
8	Genest.
9	THE COMMISSIONER: a super-

vising contractor has been appointed, or is expected



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to be appointed, I think that Mr. Horte might let us know that and let us know which firm it is or is likely to be.

MR. GENEST: Yes, sir.

MR. VEALE:

Q Mr. Dau, the Environmental Protection Board has made recommendations with respect to the supervision of construction activities on the coastal slope of the Yukon. Now, have you considered all these recommendations in their detail?

A No, I have not.

Q That has not gone in then ur formulation of this construction plan at all?

A No, sir.



1 Well, maybe you can Q 2 tell me what has from an environmental point of view; like 3 / you've suggested that the construction plan -- your 4 initial statement was that that was one of the con-5 siderations. Now, if you didn't look at the E.P.B. 6 recommendations, what did you look at? 7 A Well, those E.P.B. re-8 commendations, as I understand it, sir, came out 9 sometime after the plan was finalized. What we have 10 looked at is the advice from our consultants in the 11 environmental area. 12 O.K., let's take a 0 13 specific example. Construction spread camp C at 14 Komakuk Beach is likely to have some impact on the 15 caribou calving ground. Is that correct, you've been 16 advised of that? 17 A Yes, I recall conver-18 sations about that, yes sir. 19 What did your consultants Q 20 advise you to do to minimize that disruption? 21 I can't recall specific 22 recommendations for that area. 23 WITNESS WILLIAMS: With 24 respect to pipeline construction in that area, I feel 25 fairly certain we were asked to have construction 26. completed before the migration takes place that 27 precedes the calving, and certainly our schedule as 28 shown is intended to -- the pipeline work will be 29

finished before that migration is very far advanced.

It's understood that there will be -- could be a few



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caribou around, some apparently stay there all winter, a very few. But then I recall other discussions particularly with respect to the interior route where it does cross the migration routes of the caribou, that we agreed that construction would have to cease if the migration and the pipeline construction were coincidental, particularly late in the winter season or very early in the spring.

Q Well, Mr. Williams, let's take an example then if we consider the interior range route, and you have a large herd, you know herds/from small sizes to up to 60,000, when they're in their migrating process. Now what happens if a herd of that magnitude of 60,000 came across or you were advised was coming across in front of your ditching and stringing? Now it might take a week for that herd to pass. Now is your position now that you are going to have a work stoppage for that complete week?

A The first attempt would be to try to move the spread ahead and leave a gap there so it can continue on in some area that wouldn't affect the migration. If that could not be achieved for some reason, then the alternative is to shut down. But generally speaking, this is late in the season and we hope to be out of there before that occurs.

Q Have you taken into consideration in your non-productive days on each spread that kind of consideration?

WITNESS DAU: I don't think so, sir. That was not specifically one of the items.



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Now I --

It would have to be

in that group obviously, but what I'm saying is that we didn't calculate that we would be shut down for seven days in this area because of this, no, we didn't do that.

0 All right. Now you've mentioned, Mr. Williams, one method of dealing with such a migration and you suggested that you would actually advance your work and start ditching ten miles down the line and stop your work at a particular place and leave a gap. Now, what would happen in the situation where the herd was in fact coming down and it was coming right along by your line, and you had a certain amount of ditch open, a certain amount of pipe strung. What have you discussed with your consultants relating to that situation?

MK. MARSHALL: Are you are going asking what the caribou/ to do, what Mr. Dau is going to do, what Arctic Gas is going to do? Or what the government inspectors are going to do? I don't think that Mr. MR. VEALE:

Dau can speak for the caribou, but he can certainly speak for himself.

WITNESS DAU: The question, sir, the caribou migrating relates to directly down the right-of-way?

I'm just postulating a situation in which a caribou herd is going to come into immediate contact with your ditching and stringing. Now what will the reaction be of your construction crew? Have you considered what the reaction would be?



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Dau, O'Rourke, Williams Cross-Exam by Veale

What are they going to do?

Α My understanding is that it's possible to determine when caribou are migrating by aerial surveys, and we would have considerable notice before they arrived there, and as Mr. Williams said, there is an opportunity in the event that the migrating herd is going to conflict with the construction activity to get the expert advice that that was going to happen. We have the possibility and undoubtedly would re-arrange our construction plan at that particular location. One way of doing it is to move ahead to a different say ten miles down the route and maybe work in the other direction or leave a gap and come back to it later. If we're in a very fortunate position in that particular year that we were working there, had not used up all of our non-productive days, maybe we could afford to shut down for a couple of days while they went by. All of these possibilities are available to us.

Q I see. What about the ditching and stringing that I have mentioned, where you in fact may have a certain length of pipe strung out and a certain amount of ditching done? Now, are you going to cover up the ditch and deflect the pipe in the direction that the caribou movement is coming?

A With respect to the ditch, as I said, we would have sufficient notice as I understand it, to backfill the ditch so there would not be open ditch; and yes, with respect to the pipe that is strung, there would be gaps in the pipe



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to allow them to cross the right-of-way. Now whether that's moving every joint of pipe at right angles to the right-of-way or moving a series once in while, I have no idea what would be the best way of doing that. But that can easily be done, yes.

Q What about the activities of helicopters and your aircraft at this time?
What consideration have you given to their effect on the movements of caribou?

from our consultants as to minimum flight levels and flight paths and so on, and they, I think, should speak to that when they are on the panel here.

I'm not familiar with the exact flight paths or altitudes that they are recommending.

Q I see. So you haven't adopted any of these things in your construction plan at this time?

A Yes, they're in the construction plan. They're essentially, they are very simple to do. You know, we haven't laid out a detailed plan that in the last week of March you have to fly at 4,300 feet, that hasn't been done, no, but they are not difficult things to do. I'm not saying that there won't be aircraft traffic. There obviously will be, but it's something that is controllable.

And you can control it to cause the minimum disturbance,

whatever that may be.

Q So your position is then that your environmental people are going to give



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us these details at a further stage of this Inquiry, is that correct?

MR. MARSHALL: He didn't say

that, Mr. Veale.

MR. VEALE: Well, let him

answer and he'll tell me whether he said it or not.

THE COMMISSIONER: I s that

your position or is it not?

Α My understanding is that they have made some recommendations and I understood the question, you know, what were the recommendations? What are you going to do? I'm not familiar with all the details. I can certainly try and find it for you. I seem to remember with respect to the Arctic coast, in summer operations they were recommending flight paths some distance over the sea, some distance from land. I believe the number is 3,000 feet above the ground for disturbance to Dall sheep. I think the number disturbance is 2,000 feet for / -- I'm talking about fixed wing aircraft with caribou; and as I recall it's greater with helicopters, particularly with respect to the sheep. But they have made recommendations . . . this regard.

Well, is it possible for 0 you to provide us with that information this afternoon, or is that something you would like a longer time to provide?

A I'm sure it's been filed. I'll try and find out which document it's in, I think it's in the biological report, sir. Yes, I'll attempt to find out where that is.



MR. MARSHALL: Mr. Commissioner, this is perhaps a subject more appropriately dealt with by the Environmental consultants when they appear in phase 3, to give their recommendations as to limitations on aircraft movements and so on.

I wonder if we might be able to deal with it then?

MR. VEALE: Mr. Commissioner,
my feeling is that, to use a common word, there's an
interface between the engineers and the environmentalists, and I am trying to determine what the engineers
position is on the environmental advice.

Now, I won't be able to do that in the environmental section, unless of course you're telling me now that you are going to have your engineers on the environmental panel. I would be interested in hearing about that.

MR. MARSHALL: Stick

around.

MR. COMMISSIONER: I think Mr.

Marshall's got a point, Mr. Veale. What — where does it get us to have Mr. Dau groping for these answers that presumably the panel of environmentalists from Arctic Gas is better equipped to provide us with? I'm willing to bend the rules somewhat for you, because you can't be here all the time and I don't want you to make unnecessary trips from Whitehorse to Yellowknife, just to ask a couple of questions.

So if you want to proceed along this line, I'm willing to let you do so, because it



THE COMMISSIONER: Now I under-

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1	may save you a trip later on, but Mr. Marshall's point
2	is a forceful one.
3	MR. MARSHALL: Mr. Commissioner,
4	we would like to accommodate Mr. Veale and I'll
5	endeavour over the noon hour to get a handle on this
6	question and see if we can direct him to the refer-
7	ences in the biological report series and so on,
8	where he could get this information.
9	Perhaps we can get much of the
. O	information he's interested in that way.
1	MR. VEALE: Just maybe we can
2	determine the validity of this line of questioning,
3	but it seems to me it's one thing for an environment-
4	alist to say you have to maintain 2,000 feet on all
5 1	flights over the area, and it's another thing for an
6	engineer to determine how many flights he has to make
7	and whether or not it's feasible.
3	Now, someone has to say
9	THE COMMISSIONER: When you put
o	it that way, I think you're entitled to pursue that.
1	I think we would all agree on that.
2	MR. VEALE: Well that's
3	THE COMMISSIONER: Well go
4 1	ahead.
5	MR. VEALE: the line of
6	questioning that
7	Q Well Mr. Dau, now you have
8 !	stated certain

stand what an interface is.



1 MR. VEALE:

Q Mr. Dau, you've stated certain flight regulations which would deal with line of flight and also the altitude of flight, and you've stated certain figures. Now, do you adopt these as being possible to comply with and meet all your construction timing requirements?

A First sir, I'm quoting from memory, I'm not sure the numbers are correct, but there were some recommendations which gave some minimums and recommendations with respect to flight paths.

When I read them, I didn't see any great amount of difficulty in complying with those regulations or recommendations, rather, except that there is a requirement/for instance aircraft will have to land at compressor stations. And obviously, you know, you're going to --

Q Yeah, you have to get

down --

3,000 feet to land at a compressor station, and in construction activities there will be times when it's necessary to use a helicopter and to fly in some locations at low altitudes. The point I'm trying to make is that it's not difficult to comply with those recommendations, recognizing that at some times and at some locations you just physically can't do it, because you have to land at certain locations, but they're not, when I read them they weren't, you know,



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then, Mr. Dau, but what I would be interested then if you could arrange it with Mr. Marshall, is that you find that type of regulation relating to over flights and we could get it in the record as to the specific heights and the lanes of flight, and then you could say from an engineering viewpoint that that was satisfactory. That's what I'm interested in.

Now, would you be able to do that this afternoon, or is that something you would like to --

MR. MARSHALL: We'll attempt to get something over the noon hour. I doubt that we'll be able to have everything put together, but we'll do our best, Mr. Veale.

MR. VEALE: Thank you.

MR. MARSHALL: Incidentally,

we are talking about recommendations, not regulations.

MR. VEALE: Yes, we can deal

with recommendations.

either Mr. Dau or Mr. Williams, and it relates to recommendations, rather than regulations. Have you considered any recommendations relating to placing controls on the physical movement of construction workers at construction spreads?

A I don't quite understand,

sir.



A Well the restrictions that

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1	Q Well I will give you an
2	example then. If your construction spread is close
3	to a community, will you place any constraints on
4	construction workers in their visits to that commu-
5	nity?
6	A My understanding is that
7	the applicant has said that that will be the case,
8	yes. I would agree with that, yes.
9	Q And are you aware of what
10	the recommendations are? Have you discussed these
11	with your consultants?
12	MR. MARSHALL: This really gets
L3	into a question of the applicant's policies for contr
L4	over the camps, and the personnel in attendance at the
15	camps. I think, Mr. Commissioner, it would be more
.6	appropriate to be dealt with by a policy witness for
.7	the applicant.
8	THE COMMISSIONER: Well, I would
.9	agree, Mr. Marshall, if Mr. Dau is unable to disclose
0 !	the policy, but I think you dealt with this subject in
21	your evidence yesterday, Mr. Dau. If there is anythin
22	you can add, please do.
2.3	WITNESS DAU:
4	A I don't think I can add
25	anything to it.
6	MR. VEALE:
7	Q What would your understand-
8	ings be of the restrictions that could be placed upon
9	men in construction camps?



could be placed upon them would be that there would be no vehicles available for them to visit the communities. I would -- if somebody wanted to walk, I don't know how you would stop them, but most instances there's a significant distance in the winter and I suspect they would not do it.

Q Well then let's --

A Also, we want to make sure that they work long hours and they don't want to go out and visit people.

Q I don't know if that's actually the answer to keeping them from the communities. If vehicles from the construction camp were as a matter of course going into communities, what's your reaction to that problem?

A Well --

MR. MARSHALL: What problem?

It's just not clear to me what --

MR. VEALE: The problem? The problem of controlling the men in construction camps with respect to visits to communities.

THE COMMISSIONER: Well this would be -- Mr. Dau has said that they are not going to make vehicles available to them. If they do manage to get to Old Crow or Fort McPherson or Fort Good Hope or Yellowknife, you don't have M.P.'s that go around looking for them or anything like that, do you, Mr. Dau?

A I would hope not, sir.
I might add, sir, this was



1	discussed in some length in response to the questions
2	of the pipeline Assessment Group and it's question
3	11.
4	MR. VEALE:
5	Q Have you read that respons
6	Mr. Dau?
7	A Yes, I have read it, yes.
8	Q And basically, as I under-
9	stand it, there are two factors mentioned in that
LO	response and it states that number 1,
1	"Facilities will be very
.2	good at the construction camp spreads and
. 3.	therefore the men will not likely want to
.4	leave them".
.5	A Yes.
.6	Q And number 2, it suggests
.7	that,
8	"Weather conditions will be
.9	such in the north that men will be unable
20	to leave them".
21	Now, it doesn't seem to me that
22	it goes any further than that. Am I right or wrong
23	on my assessment of that?
24	A Essentially that's right.
25	The only other point I was trying to make was that
6	there will not be vehicles available for them to
27	travel. But I agree with what's said there.
8	Q Well, from your own exper-
9	ience in this field, is that type of recommendation
30	sufficient, or are there further policies and things



17,

that could be suggested to keep men in construction camps?

A For this project, I think
these are sufficient, since essentially all of the
camps are located some distance away from communities.
There are cases, obviously, where that is not -- you
know, the ones listed here for instance, the closest
is about eight miles.



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0 Right.

Α There are some smaller camps that are located right at communities, as I recall.

Is it fair to say then Q that assuming the implementation of those recommendations by the applicant, that you can't foresee any difficulties then of inter-action between construction camps and communities?

THE COMMISSIONER: I think that's -- suppose Mr. Dau can, suppose he can't. Where does that get us? You're entitled to argue in due course that the measures proposed are not sufficient. It may be that somebody else will come in here and say that there ought not to be any restrictions on such inter-action. Then we'll have to deal with it. But there isn't much point in asking Mr. Dau his opinion. He's not here as a socio-economic impact witness. He's here as an engineer. I think we've gone about as far as we can go with Mr. Dau on that subject.

MR. VEALE: Thank you, Mr.

Commissioner.

0 Mr. Williams, in your presentation on snow roads, with respect to the test site in Inuvik, I'm wondering just how far you've gone in your tests. You've mentioned two methods of obtaining snow when there is a certain lack of it which might prevent your construction activity from proceeding, and one of them is you/suggested that you



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## Dau, O'Rourke, Williams Cross-Exam by Veale

can take snow from lakes, harvest snow in other words, and spread it. The other suggestion is that you can make snow fences which catch the snow and harvest it from there; and thirdly you've also suggested that you can use water and snow spraying machines. Now have you considered the application of that particular process to the coastal route in the Yukon Territory where you might encounter a shortage of snow? You might also encounter/shortage of water to use and you might also encounter the situation where your environmental monitors tell you that construction of a fence will interfere with caribou migration. Now have you dealt with those areas yet in that particular study?

WITNESS WILLIAMS: I'm just not sure what you mean by "dealt with them". We have formulated a plan and we have -- these plans, we have written about it in the response to the Pipeline Assessment Group's questions. We have discussed them with our environmentalists, certainly this question of snow fences and caribou has been discussed, they don't have to be continuous along the pipeline. They obviously would be oriented at right angles to the direction of the prevailing wind, but they do not have to be continuous. Gaps can be left and we would hope to rely fairly heavily on the Yukon slope to the use of snow fences. It's certainly more economic than hauling snow or water from lakes. In that particular location it is the preferred method, yes.

Q The fence method is preferred to the other two methods? Is that correct, do



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## Dau. O'Rourke Williams

	Cross-Exam by Veale
1	I understand you correctly?
2	A On the Yukon coast,
3	as you referred to, sir, yes.
4	Q You actually wouldn't
5	have tested that particular method in the field, is
6	that fair to say?
7	A No, there was a little
8	bit of snow fencing work done in Alaska, in Prudhoe
9	Bay, where the situation is similar and snow did
10	accumulate at the fences installed there.
11	Q And it worked satisfac-
12	torily, is that correct?
13	A The this wasn't in
14	connection with a snow road test program, but it was a
15	test of snow fences per se to see how they would work,
16	Q Do you have any con-
17	tingency plan conceived for the situation that I
18	postulated in my first question where in fact you may
19	not have snow available, you may not have the water
20	available, and let's say the snow fence doesn't work
21	as well as you would expect it, what's the contingence
22	plan to deal with that situation on the North Slope
23	of the Yukon?
24	A Well, I don't think I
25	can accept that there's no water available, sir. There
26.	are lakes and in the early part of the construction
27	season, which is a critical time when we have a short-
28	age of snow, there is water running in the rivers.
29	They tend to freeze to the bottom as the winter

progresses, but in the early part of the season there



## Dau, O'Rourke, Williams Cross-Exam by Veale

is water and the shallow lakes have not frozen to the bottom in the early part of the season. I'm convinced that there would be water available and it would be necessary to have the equipment there to utilize that water in the case that you cite, and manufacture snow.

Q So I take it then you haven't formulated a contingency plan to deal with the situation I postulated. You expect it to be there and that's all there is to it?

A In one of the other responses to the Pipeline Assessment Group, we did give some measures that could be taken in the event that the contractor fell behind schedule. Is that what you're referring to?

Q You'd have to develop that a little further.

A This is in response to question No. 25, and there are about five items listed there . on page 25-3 and 25-4.

Mr. Williams,

Q /Which one were you using in reference to the situation where you wouldn't have enough snow or water to deal with the problem

A Well, as I said earlier

I can't accept the complete unavailability of water.

But it's conceivable that the contractor would fall

-- for

behind schedule for other/weather reasons, for instance,

and as we suggest here, they can work longer hours,

bring in additional people, work more than one shift,

these measures to, contingency measures that can be

taken to assure the completion of the work. It might



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Dau, O'Rourke, Williams Cross-Exam by Veale

be that the adjacent spread had better luck and he can do more than he was allotted. He can then, he's working towards the spread that's in trouble and he possibly can do more.

Q Did this question of snow roads and the availability of snow and water -- did you take that into consideration when you determined just your general construction progress and the time frame that you've established?

May Yes sir, I think we've mentioned that this has to go on early in the construction season, early in the winter, to have at least some road and right-of-way ready when the construction crews are to start in accordance with the schedule that we've filed.

Q Basically you don't anticipate then any major construction holdups as a result of the difficulties in constructing snow roads?

A No, I think I mentioned yesterday that this is a risk we can't take, and the equipment is going to have to be in place in the event that it was a season of very light snowfall.



Q When you conducted the tests of the snow road in Inuvik, were you running machinery and equipment over that road which would accommodate this new type of ditcher you've been speaking of? Does that present any weight problem?

A No, the road that we constructed at Sans Sault would certainly carry the weight of the ditching machine, and normally of course, it would be travelling under its own power along the right-of-way, but if it required truck movement, the road could handle it. It's a matter of how much rubber you put underneath it.

Q I was referring actually to the road at the Inuvik test site, rather than the Sans Sault test site. Does the same answer apply?

A Yes, sir.

MR. VEALE: Mr. Commissioner,

would it be appropriate to adjourn and continue this afternoon?

THE COMMISSIONER: Yes.

Mr. Goudge, the evidence of this panel given in chief, I'm thinking essentially of the evidence that was given yesterday, it was evidence in chief, but I asked a great many questions. The evidence that was given relating to logistics, Mr.

O'Rourke's evidence about the expansion of the fleet of barges and tugs which would be needed to transport pipe and other equipment down the Mackenzie, the evidence about the use of the Mackenzie Highway, the evidence about the extent of the equipment that would



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be brought into the Mackenzie Valley to build the pipeline, Mr. Williams gave a great deal of evidence on that subject.

A lot of that evidence has a considerable bearing on phase 4, social and economic impact, and I would like you to get in touch with Mr. Sigler who is counsel for the Association of Municipalities, and draw to his attention the prepared evidence of Mr. Dau, and the transcript for yesterday, and I'm sure he's reading his transcripts as they come into his office daily, but you might just draw his attention to yesterday's transcript and tell him to review it, and tell him that he might wish to come here on May the 12th. We will be adjourning tomorrow until May the 12th, until Monday, May the 12th, and tell him he might wish to come here and ask some quest+ ions, simply to flesh out the whole logistics and construction scene from the point of view of the Municipalities, so that they will be equipped to deal fully with the problems of social and economic impact when they arise in phase 4.

Would you also get in touch with the Chamber of Commerce, I think Mr.Sigler is the president of the Chamber of Commerce, at any rate, and just put that to them as well, because the Chamber of Commerce might want to come in here on May 12th and ask some questions through you about the construction plan and the logistics, because they have a bearing on the expansion of Northern business, as the result of the pipeline.



I just don't want to see the
Chamber of Commerce and the Association of Munici-
palities overlooked in connection with this panel,
because this panel has outlined evidence that has a
very real bearing on phase 4, that is social and
economic impact, so just bring those matters to the
attention of Mr well to the attention of the
representatives of the Municipalities and the, the
Association of Municipalities and the Chamber of
Commerce.
MD COUDCE. Was to The second

MR. GOUDGE: Yes sir, I have made a note of that.

THE COMMISSIONER: So we will adjourn until 2:30 then.

(PROCEEDINGS ADJOURNED)

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## (PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT)

MR. MARSHALL: Mr. Commissioner.

there are a couple of matters that we undertook to look into. We have some information available now but unfortunately we didn't have sufficient time to search all of the various undertakings.

One of the questions asked by my friend, Mr. Veale, related to the selection of the camp and stockpile site at Komakuk Beach, and Mr. Williams can speak to that matter.

WITNESS WILLIAMS:

Yes sir, I'm looking at strip map drawing 3.a-02II-I002. stockpile site at Komakuk Beach was certainly chosen because it is a disturbed area. This also applies to Shingle Point, and a couple of locations in Alaska. This was mainly done at the request of the ornothologist who are worried about disturbance to the migratory and shore birds during off-loading from barges in the summer season. Now the camp, the construction camp is also located at Komakuk. The alternative to Komakuk, of course, would be station CA-05. Now, you can see from the date shown here that the camp is moved in in the summer of '78 and has to be ready to go in early winter of '78. To get the camp from Komakuk Beach to CA-05, of course, would require the construction of a snow road, and in the early part of the season this would probably be fairly difficult to cross the Malcolm River. For that reason the camp is left at Komakuk Beach, it's only about three miles



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Dau, O'Rourke, Williams Cross-Exam by Veale

off the right-of-way and is located fairly centrally within that spread, and this is desirous to have the construction camp as close as possible to the centre of its section of length of line to be constructed because it cuts down the travel requirement.

MR. MARSHALL: There was another question raised by Mr. Veale with respect to the location of the campsite for construction spread A in the vicinity of Old Crow, and as I understood the question, the question of Mr. Veale, it was as to why that location was chosen rather than a location at compressor station 1-A-08. Mr. Williams can speak to that one as well, sir.

looking at strip map drawing 3-B-0211-1003, and I'm looking specifically at the camp location at Milepost 335. There are a couple of reasons why that site was selected. Firstly, again it is more central in spread A than would be a campsite at compressor station 1-A-08. It is also on the line of the existing winter trail that will be used to haul in pipe from the --I'm sorry, that would be used if this alternative is selected to haul in pipe from the Dempster Highway. In addition, of course, it's located there to take advantage of the existing ar strip at Old Crow, that is I think in excess of 6,000 feet, and will handle a Hercules.

MR. VEALE: Did yousay in ex-

cess of 5,000?

A I'm sorry, in excess of



5,000.

that.

MR. VEALE: I'm wondering,

would it be appropriate for me to address some questions on these?

MR. MARSHALL: Certainly.

MR. VEALE: Mr. Williams,

on the Komakuk Beach spread camp, do you not run into the same difficulty of putting the camp somewhere along the beach as you would getting it inland? In other words, you just reduce your problems, I think, is that what you're saying essentially?

A No, the camp will have to be moved in the summer months by barge and it can't be moved any farther than that unless an all-weather road is constructed. There is gravel available at Komakuk and the camp could be set up there and ready to go for early winter operations.

Q I see, but would you not at that, even at the Komakuk Beach site, run into similar environmental problems as you would if you attempted to get into the compressor station?

A I'm not sure I follow

Q Well, you've indicated that you need a good snow road to get into the compressor station. Is that correct?

A To move the camp to the compressor station site to the east, yes, a snow road would be required.



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Q Right.

A The camp would have to be moved and set up and ready to go, and this would tend to delay things because, partly because of the Malcolm River.

Q I see. Now is it just the Malcolm River that's the problem, because I'm just suggesting that there may be some environmental problem at the beach itself which you would encounter in any event, in setting up your camp.



A Well, there is the migratory bird problem in the fall, certainly. But there would be activity at the site there, but there has been activity at that location for a number of years now, and probably the incremental disturbance of the pipeline activity may not be too severe. Prob ably less severe than at the station site, —

Q I grant you that, yes.

A -- which is undisturbed.

Q Right. You're just using a trade-off there in that circumstance then. There will be disruption in both places and you're saying it will be minimized by having the camp set up at Komakuk Beach?

A I think the disturbance would be minimized and it fits our program better, because of the Malcolm River. It allows us an earlier start of construction.

Q Now with respect to spread camp A near Old Crow, you stated three factors: One, it's a central location; two, it has access to the existing Old Crow airstrip, and three, you stated it was on an existing winter trail. Now, starting with three, the existing winter trail, that trail wasn't there this year, was it, throughout the winter? You mean existing in the sense there's been one there in previous years when seismic exploration was done, is that what you mean?

A Yes, yes, that's what I meant. The trail has been cleared of brush; it has



been previously disturbed, and our policy is to use disturbed trails such as this wherever possible. Our policy in the development of this construction schedule for application.

Q Now, with respect to the use of the Old Crow air strip, have you made any or have you had any discussions or considered the allocation of use between say a snow road to the Dempster Highway, and the Old Crow airstrip? In other words, where are you going to bring all your supplies in? Are you going to allocate them between those access areas? You also have access, I presume, from the compressor station airstrip just down the line?

A Yes, certainly the bulk of the heavy material would come in on the winter road, the pipe, the construction equipment, the compressor station components would come in by road. We don't plan to use a Hercules, for instance, to any great extent, to transport that material in.

The spare parts, repair parts, groceries for the camp, bringing people in for the camp and out, that's the kind of activity that would go on at the airstrip.

Q Now with respect to the activity you've just mentioned at the airstrip, did you have any input from either Pat Carney or Frank Bashem with respect to the impact on the local people, or their reactions to that possible use?

A No, we had this construction plan available for that April and May meeting. We



-- you pointed out Miss Carney's comments with respect to Old Crow. I don't recall any other specific meetings or discussions with respect to Old Crow. Mind you, we do have some flexibility here too and if somebody could make a good case of why this should not be done, there are alternatives.

Q Now, there are a number of other factors relating to the Old Crow area, and it may be possible that your answer already deals with them, but I would suggest them to you and you can answer as to whether or not they were considered.

One would be the native fishery activity that takes place on the Old Crow River, south of your actual crossing. Now, did you consider that in relationship to the location of spread camp A?

A No, I don't think that was a consideration. This is a winter camp, and maybe some fishing goes on in the winter, but I'm not aware of it and it wasn't a consideration.

 $\Omega$  Did you consider the fact that the area is known as a sensitive caribou migration area, and that the people of Old Crow take in a great deal of caribou meat for their livelihood during the winter?

A Yes, that was certainly brought to our attention many times, and I think in part influenced the selection of the route which is south of the flats, but north of the village, again kind of between the two considerations.

We did get the word of concern



with respect to the flats themselves, and the muskrat
trapping that goes on there, and we were it was
requested that we try to stay as far away from the
flats as possible.

It was also our desire to, where possible, stay well clear of the communities.

I see. But the road, of course, the snow road goes directly into Old Crow, so that you can off-load and on-load at the airstrip?

> Α Yes, sir.

Well okay now, this was brought to your attention. How did it affect your decision making with respect to location of the camp?



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## Dau, O'Rourke, Williams Cross-Exam by Veale

A I think it partly affected our line location there which, of course, it affects the camp location in that the camp is located adjacent to the pipeline route, and it's also six or eight miles from the village. I don't think I can expand too much on that.

Q Did you consider the impact of the snow road from the Dempster Highway with respect to its effect on caribou migration and also it's possible effect in terms of access to the community and the possibility that a permanent road would result?

no. The concern for caribou migration was certainly pointed out to us on many occasions. Again this is a winter operation when the caribou, I think -- my understanding is they tend to stay in areas rather than move around to any great extent, except the late winter or early spring.

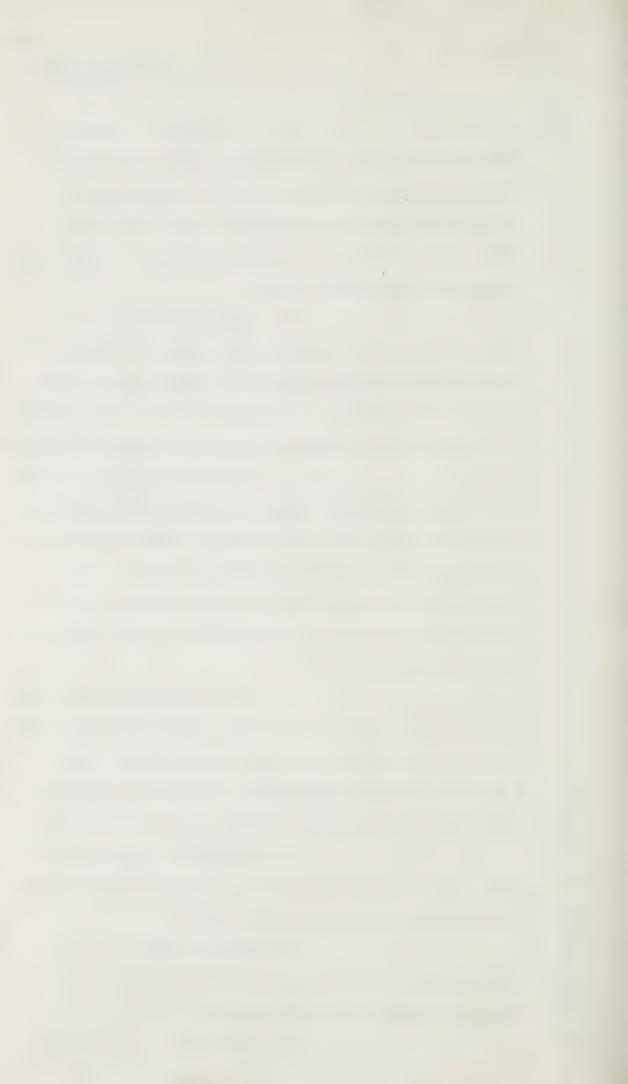
Q What about the fact that the temporary snow road runs very close to archeological sites, to existing sites, one is Klokut, that's K-L-O-K-U-T for the reporters; the other is the Old Chief site. Now was this brought to your attention?

Veale, just for clarification. Are you talking about a winter trail or a snow road or what?

MR. VEALE: Well, it's your terminology, it's a temporary snow road from the Dempster Highway to spread camp A.

MR. MARSHALL: Well I think a

MR. MARSHALL: Excuse me, Mr.



## Dau, O'Rourke, Williams Coss-Exam by Veale

snow road as I understand it is clearly defined term in the sense that the construction panel have been using it and other witnesses, and I just wondered if you're talking about that or we're talking about something else.

MR. VEALE: Well, maybe Mr. Williams can tell us whether it's a temporary snow road access route, which it appears to be as marked on the maps, or whether it's some other kind of road.

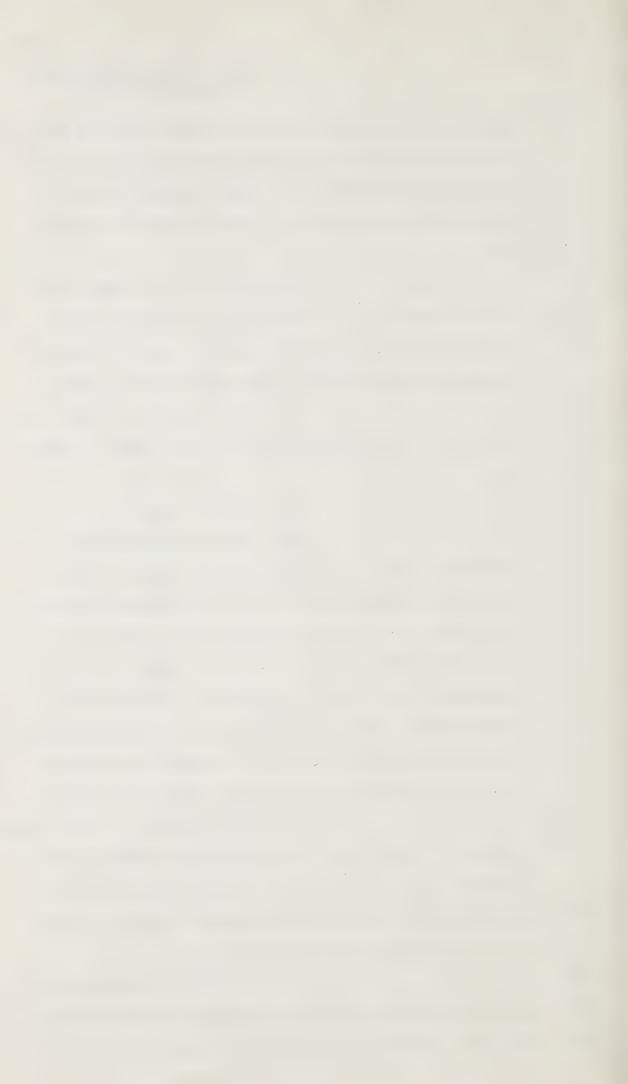
A We're speaking about the trail that's running south-east of the camp at Milepost 335.

Q That's correct.

winter snow road. I wouldn't expect that it would affect an archeology site, as we've discussed before it's a policy to keep the grading, the removal of — or displacement of earth material down to the bare minimum and not at all, if possible. I don't recall archeological sites being specified in this particular area. If they were, I wouldn't see much of a problem to divert around the sites with a winter snow road.

Q With respect to the actual crossing of the river, do you have any information on whether or not that would be done by a blasting process or would it just be the normal ditching process to go across the Old Crow River?

A I would strongly suspect that some blasting would be required. It depends on the soil conditions, how much it thaws in the river



during the summer and how much it freezes back before construction gets there. If it's a gravel, rock, frozen material there's a very good likelihood that blasting would be required.

Q Did you take into consideration any effects that the blasting would have on say nearby caribou, or any activities of the local people?

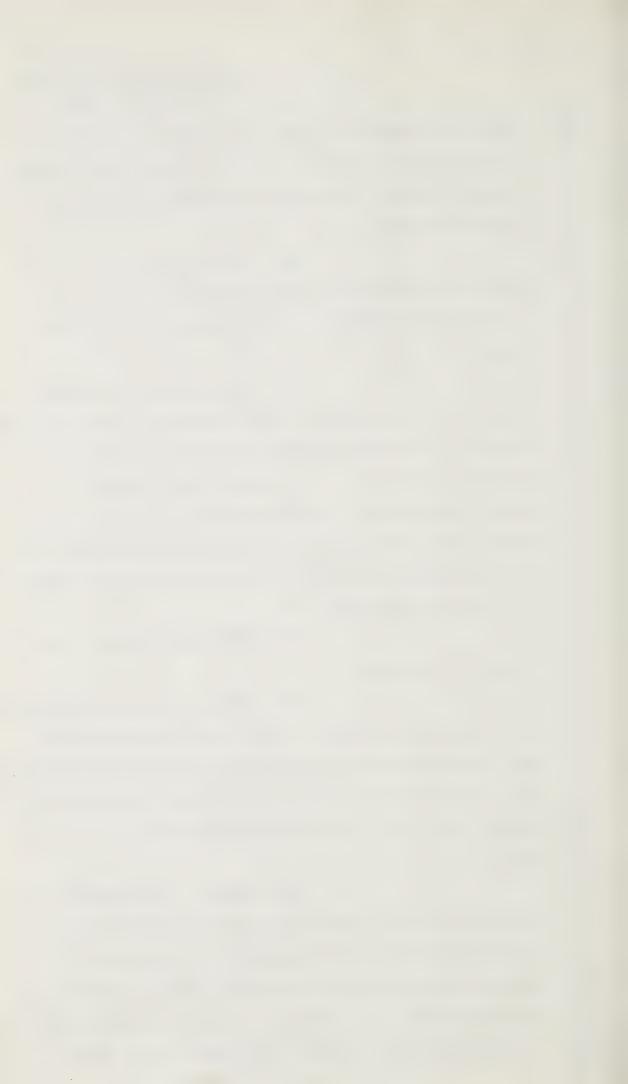
A Again, this is a winter operation. If need be, this crossing can be installed before or after the mainline construction goes through. If there are caribou in the area I would think it would be very easy to select a period during the winter season when there would be no caribou in the area, and it's certainly far enough from the village that I doubt if they would hear it.

MR. VEALE: Would you like to con-

tinue, Mr. Marshall?

MR. MARSHALL: There was another point that we were able to check over the noon break and that related to the recommendations from consultants with respect to aircraft lines of flight and altitudes, and another can give some references pertaining to that.

MR. CARTER: I'm advised that the studies on the effect of aircraft are not in only one place but contained throughout the biological report series, and if you wish, Mr. Veale, I could refer you however to certain sections in various volumes to deal with this. Firstly, in Volume 5, entitled:



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Volume 29, entitled:

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"Disturbance Studies of Caribou and other Mammals in Yukon-Alaska, 1972."

Pages 181 to 215, and there's a list of recommendations on page 215. The first section deals with reactions of caribou to aircraft disturbance. The second section with reactions of moose and barren ground grizzly bear to aircraft disturbance. Then in Volume 14, the whole volume deals with disturbance and throughout there's reference to aircraft. So the whole volume should be looked at, it's entitled:

"Disturbance to Birds by Gas Compressor Noise
Simulators, Aircraft and Human Activity in the
Mackenzie Valley and North Slope, 1972."

Then in Volume 23 there are two chapters dealing with
aircraft disturbance, Chapter 1, the title of that
volume is:

compressor station noise disturbance."

Chapter 1 is the reaction of barren ground caribou

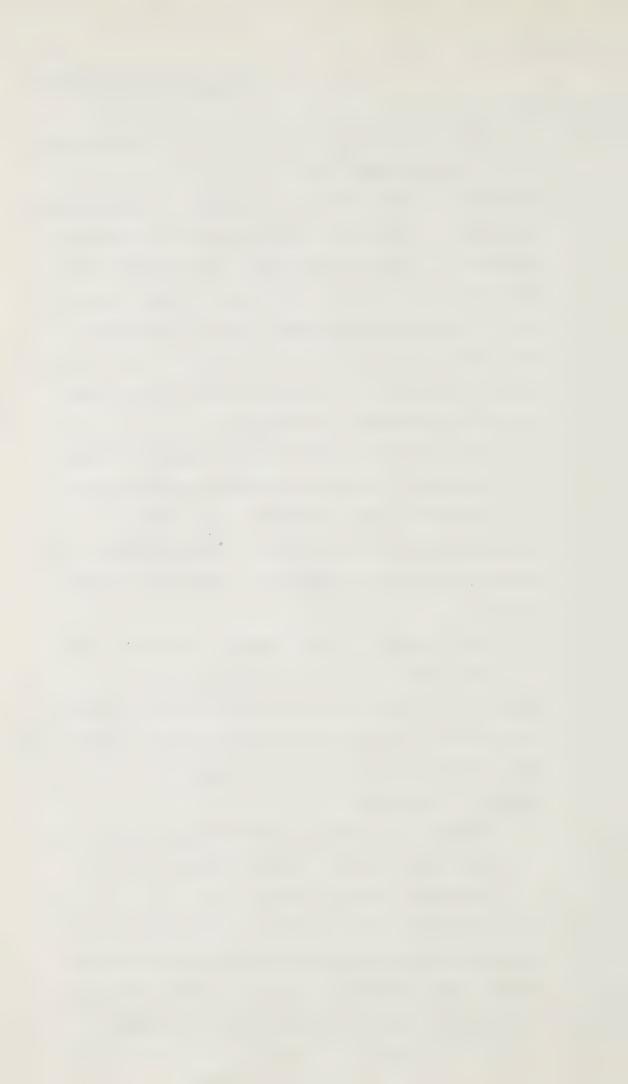
to aircraft, and chapter 3 is the reaction of Dall sheep

to an FH-100 helicopter. Then Volume 27 -- I'm sorry,

"The reaction of some mammals to aircraft and

"Studies on Terrestrial Bird Populations,
Moulting Sea Ducks and Bird Productivity in
the Western Arctic, 1973."

chapter 2, and that's a study on the effects of aircraft disturbance on moulting sea ducks at Herschel Island, Yukon Territory, August 8, 1973. I'm also advised that there's a further volume, Volume 27,



currently being printed and it should be available in a couple of weeks, and it deals with, I believe, snow geese disturbance and will contain sections on the effect of aircraft.

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MR. VEALE: You, Mr. Carter.

Are you familiar with

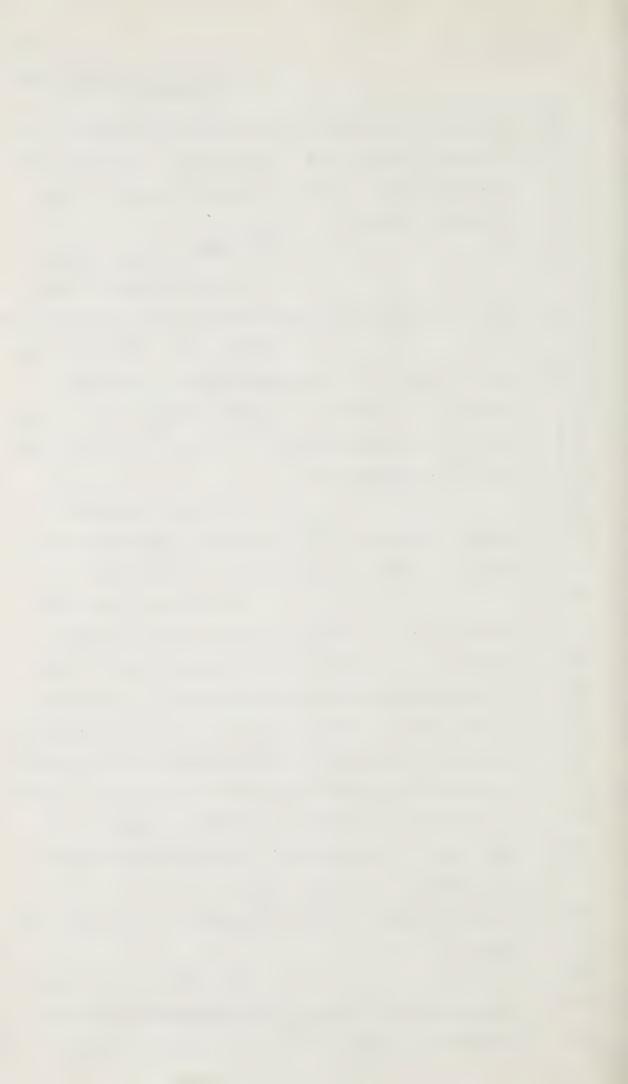
those, Mr. Dau, with those volumes? Have you read them? WITNESS DAU: I have not read

all of them, sir. As I understand it, I've been generally told about the recommendations and I've read some of the recommendations. I'm sure I have not read all of the volumes, no.

0 But you're generally speaking you haven't run across any recommendations that you found that you couldn't comply with?

Α No, my response would be as it was this morning, that we can -- I see no difficulty in following the recommendations as long as everyone understands that sometimes you have to land and you cannot comply with it. But I see no problem in following the recommendations with respect to moving from point A to point B, if you will. not sure that the numbers I quoted are exactly the same as are in the volumes, those were by memory and as I understand it, the limits are less in the than some of the numbers I gave you this recommendations morning.

Mr. Dau, I would like 0 to direct your attention to the interior route and the method of transporting material and equipment



Dau, O'Rourke, Williams
Cross-Exam by Veale

to the construction camp on the route. Mr. Williams has said that food supplies, people and so on would probably come in by aircraft to the Old Crow air strip, but what about the pipe itself? How is that going to be transported to the interior route?

A I think Mr. O'Rourke could probably respond to the overall movement of pipe. Obviously, it's a case of truck haul on winter roads, some on the Dampster Highway; by barge down the Mackenzie and then the Dempster Highway and then winter roads.

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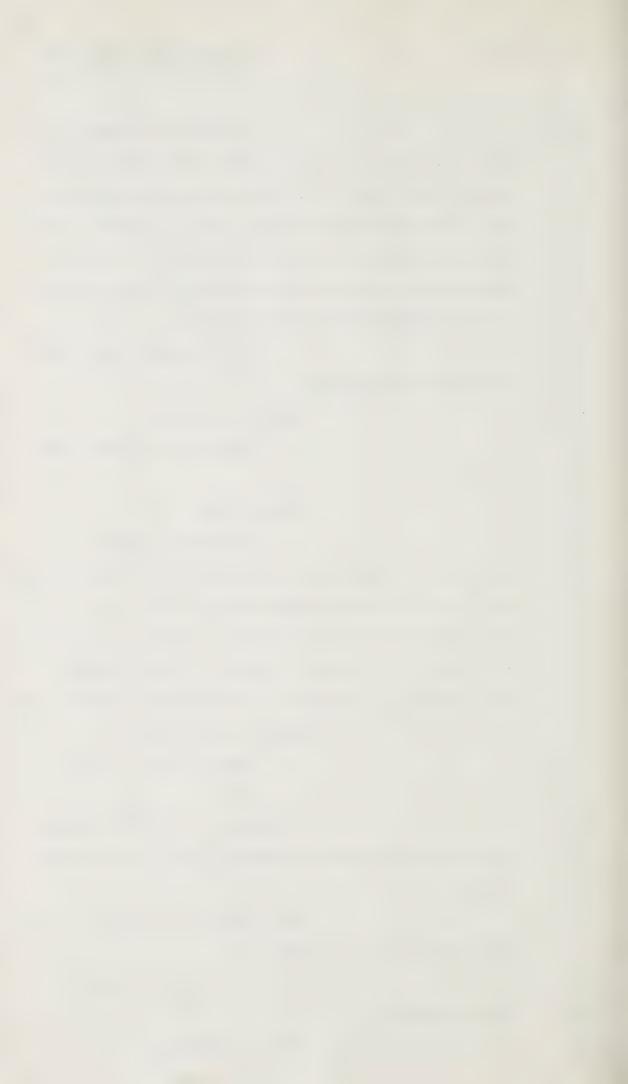
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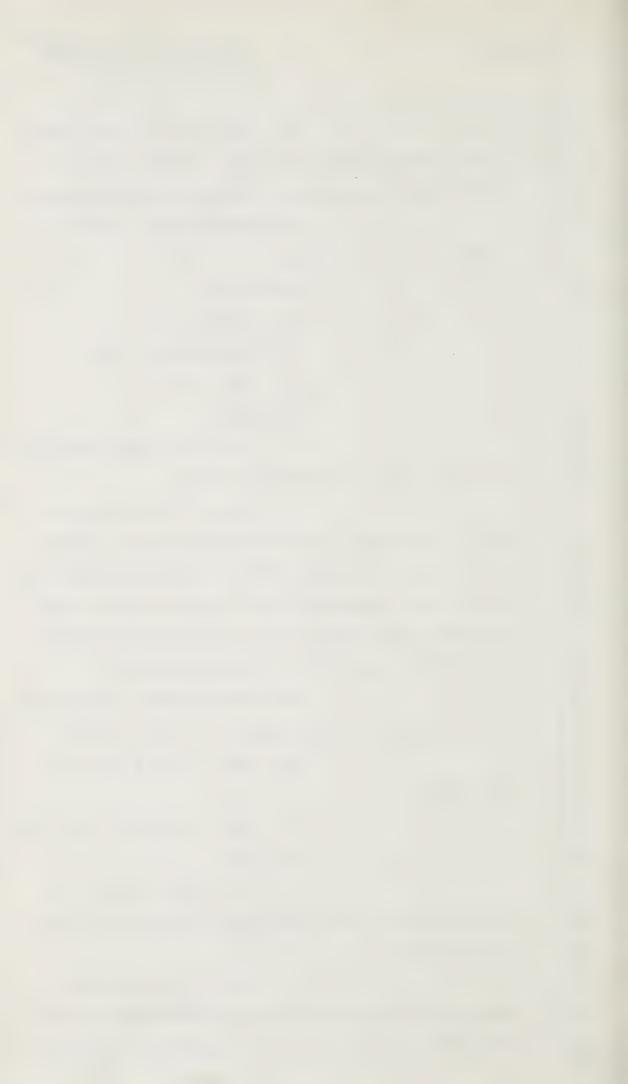
route volume or --

1	Q In other words then, just
2	before we turn to Mr. O'Rourke, it's possible that
3	some of that pipe to be used on the interior route,
4	will be barged down and will come up from the Fort
5	McPherson area? Is that contemplated, or have you
6	actually decided that you are going to bring it all
7	up through Whitehorse, for instance?
8	A Mr. O'Rourke could better
9.	respond to the details.
0	WITNESS O'ROURKE:
1	A I have got to check some
2	things.
3	WITNESS DAU:
4	A While Mr. O'Rourke is
5	checking the numbers, on drawing 1D-0211-1011 indicates
6	that the pipe from Milepost 440 to 475.5, which is
7	the crossing of the Peel River, that that pipe arrives
8	by barge to the stockpile point at River Milepost
9	950, and then is trucked by the Dempster Highway and
0	winter road into the pipeline right-of-way.
1	Q Did you say 1D or 1B?
2	A lD.
3	I'm sorry, it is/all weather
4	road from the Dempster Highway, going into station
5	1A-10A.
6	MR. VEALE: I'm sorry, I can't
7	find that particular map?
8	Q Is it in the interior

WITNESS WILLIAMS:



1	A Yes, it is in the alter-
2	native corridor drawing Section 14.Ell0. It is a
3	little more than half-way through that book of maps.
4	THE COMMISSIONER: What's the
5	number of the map again?
6	WITNESS DAU:
7	A 1D-0211-1001.
8	THE COMMISSIONER: 1D?
9	A Yes, sir.
10	MR. VEALE:
11	Q Could you repeat that agai
12	so I could just see what you meant?
13	A Yes, at the right hand
14	side of the sheet, the Peel River Crossing, there's
15	a stockpile site called RMP 950, River Milepost 950.
16	And the note below that says that the pipe is laid,
17	"Stockpile site RMP 950, camp and date, then pipe
18	laid from Milepost 475.5 to Milepost 440".
19	THE COMMISSIONER: It's the map
20	right after the one you referred to , Mr. Veale.
21	MR. VEALE: Yes, I have it,
22	thank you.
23	· A And its access is by barge
24	MR. VEALE:
25	Q Does that indicate then
26	that proceeding west from there the access will not
27	be by barge?
28	A Yes, it indicates the
29	pipe will arrive at that location by barge and will
30	be trucked, as you can see by the Dempster Highway,



and the permanent road that goes into Milepost 448
on the interior route, and it indicates that the pipe
that's barged to that location would be laid between
Milepost 440 and Milepost 475.5.

I'm talking about barging on the Mackenzie and Peel River.

Q Do I understand you correctly then, that once you go west of Milepost 440, it's no longer barged in, is that right?

A That I believe is my understanding, but Mr. O'Rourke likely found the -WITNESS O'ROURKE:

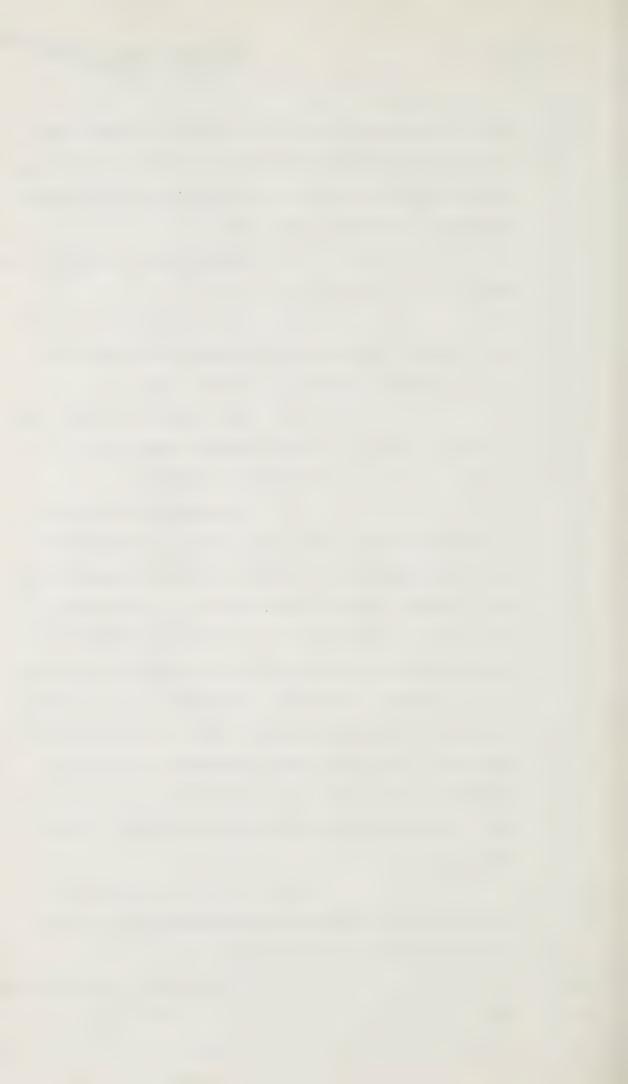
track through this, but under the pipe routing plan that we incorporated in this report, we have pipe for the Canadian side of the Alaska -- or the Prudhoe Bay lateral, interior route, flowing through Hay River, being barged to Arctic Red River, trucked from there to a stockpile, temporary stockpile point at Mile 286 on the Dempster Highway. This is an all weather movement, and after that it would be trucked over winter roads to three points along the right-of-way, one of which would be that point, Milepost 335 on the pipeline.

Q I see. In other words, the entire pipe for the Prudhoe Bay interior route would actually come through Hay River?

A In this set of circumstances,

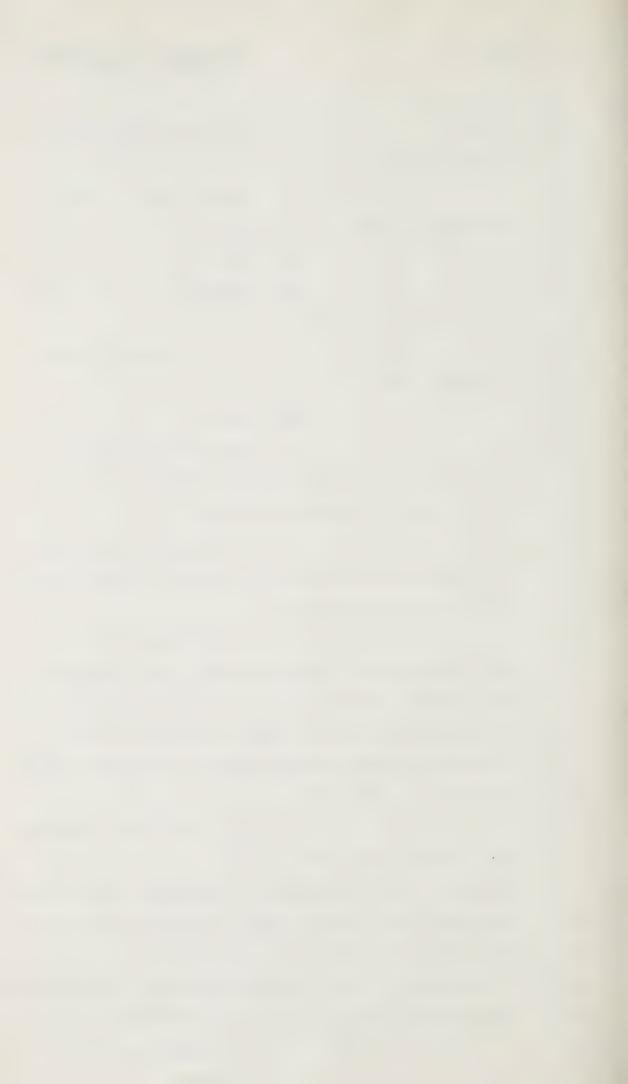
yes.

Q I see.



1	A We talked yesterday of
2	other options, but
3	Q Right. No, but that is
4	the way it's presently planned?
5	A Yes.
6	MR. MARSHALL: That is within
7	Canada I think, is it?
8	A Right, on the
9.	Canadian side.
.0	MR. VEALE:
1	Ω Was there any consideration
2	what report are you reading from, Mr. O'Rourke?
3	That would be of some assistance.
4	A I'm reading from Volume
5	3 of the C.NC.P. logistics report, I believe they
6	are referenced somewhere.
7	Q In that report, and in
8	the research work that you've done with respect to
9	the shipment of pipe to location, and specifically
0	on the interior route , did you actively consider
1	bringing the pipe through Skagway, Whitehorse and up
2	the Dempster Highway?
3	A If I recall the answer is
4	yes. We had this option built into the linear pro-
5	gramming models I referred to yesterday. We had this
6'	route set up so that if ships if the combination
7	of prices over the various segments of the routing
8	alternative, if they favoured the routing over Skagway
9	Whitehorse, then that route would have been used.

But as I said earlier,



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working with the set of costs that we had, the routing alternative chosen by the model and which we support, routed the material through Arctic Red River.

Q Well, did you in fact do a cost estimate of taking the pipe through the Skagway-Whitehorse-Dempster Highway route?

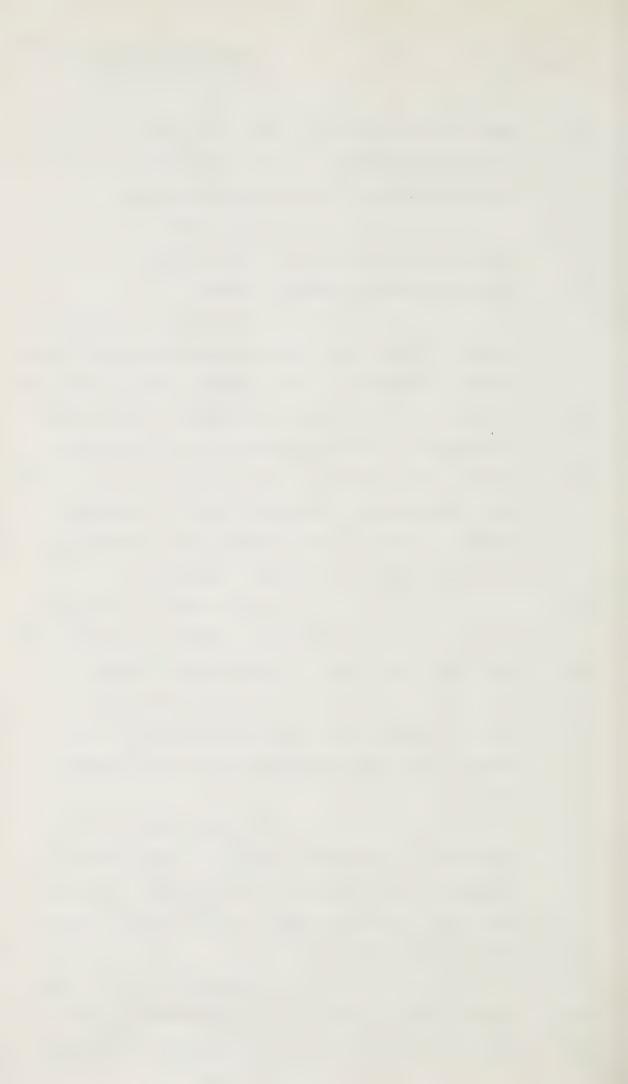
answer to that is yes, because within the model there are cost estimates for the shipping portion from Japan to Skagway, a dock charge at Skagway, a rail charge to Whitehorse, a stock piling cost at Whitehorse, a trucking cost from there up to Dempster. All of these cost numbers are in the model, and when the model chooses a route, it would compare the alternatives and choose that which is most economical.

So in the process of arriving at this routing, it would have compared the White Pass and Yukon route, say, to the Mackenzie Valley.

Q Now, this model that you are referring to, is that incorporated in the document before you now that you've been referring to?

A It would depend on your definition of the model. There is a description of the model given in Volume 2, it describes what the model does. But the model, say the computer program is not in the books, no.

Q I appreciate that. Your position then is that from your knowledge of this report, is that it is in fact cheaper to go through



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Hay River than it is to go through Skagway and Whitehorse, is that correct?

A Based upon the set of cost elements that we used and which, in our opinion, were valid and defenceable.

Q Now, was one of those elements an assumption that you were going to have a Canadian source of supply of pipe?

A As it happens, and this is one of the things I was checking, in that portion of the line that we're talking about, it turns out that there is both Canadian and off-shore pipe being delivered into there, and both of them are moving via Hay River, Arctic Red and then on.

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## Dau, O'Rourke, Williams Cross-Exam by Veale

Q So your position then is the	at
even taking an offshore supply of pipe, it is cheaper	
to bring it to Vancouver and rail it to Edmonton and	
send it up that way.	

A And barge it

up, yes.

Q It is.

A That's the way it

worked out. Now, I said yesterday and I can repeat again when it comes down to competitive bidding, the situation may change. We keep the option identified, we consider it to be viable, ultimate selection will depend on prices, final prices. But with the set of numbers that we used, the cheaper route was via Hay River.

Q So there never in fact bidding has been a competitive situation so you could make that determination, is that correct?

A We have not had competitive prices from any of the modes used in any of the analyses, so that they are somewhat comparable in that they are non-competitive. They are price indications.

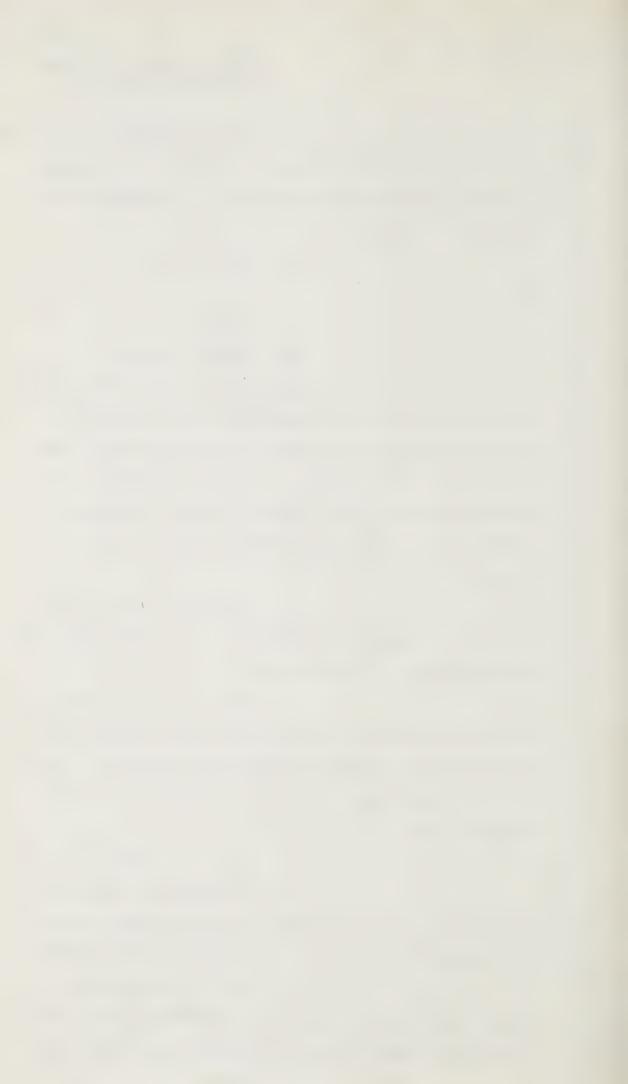
They are good.

Q well, are they realistic?

A If anything, they are a

shade high, which is generally the case when you go out for price indications, cost indications, whatever.

Q Well, it strikes me that in waiting for competitive bidding, you're going to run into some problems because the Hay River route



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requires a certain additional capacity in barges and tugs. Now at some point it seems to me you would have to make a decision and make it in advance so that you could actually pursue the best route. Now what are the factors involved in that consideration?

A

We

have advised Arctic Gas just as you're saying, that they should be talking with the carriers to choose the routing, but this also involves the knowledge as to where

materials are going to originate, and this they
don't know very well yet either, I don't think. There
is a point in time when they will have to decide what
routing they are going to use, Say, to get to Old Crow
if that's theone we're talking about, and when they make
that decision in the process of arriving at it they
will have to come to terms on cost or prices for
service by the carriers.

witness williams: That situation, though, wouldn't be as critical on the interior route which is constructed in the third year. The river equipment is needed for the balance of the system prior to that time.

Q Right, I appreciate that, it means then that you have a certain degree of flexibility on the interior route that you do not have on the route down the Mackenzie.

WITNESS O'ROURKE: I don't know whether I agree with that or not. I think that even on the coastal route, whatever barging equipment you require for the first and second years could be



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put to good use in the third year. You do have some choices on the coastal route even.

Q Well, that raises a good point because it's conceivable that once Canadian Arctic Gas commits itself to the barging system it will be tied into the barging system because of the cost commitment to it. Is that possible as well?

A Because of which?

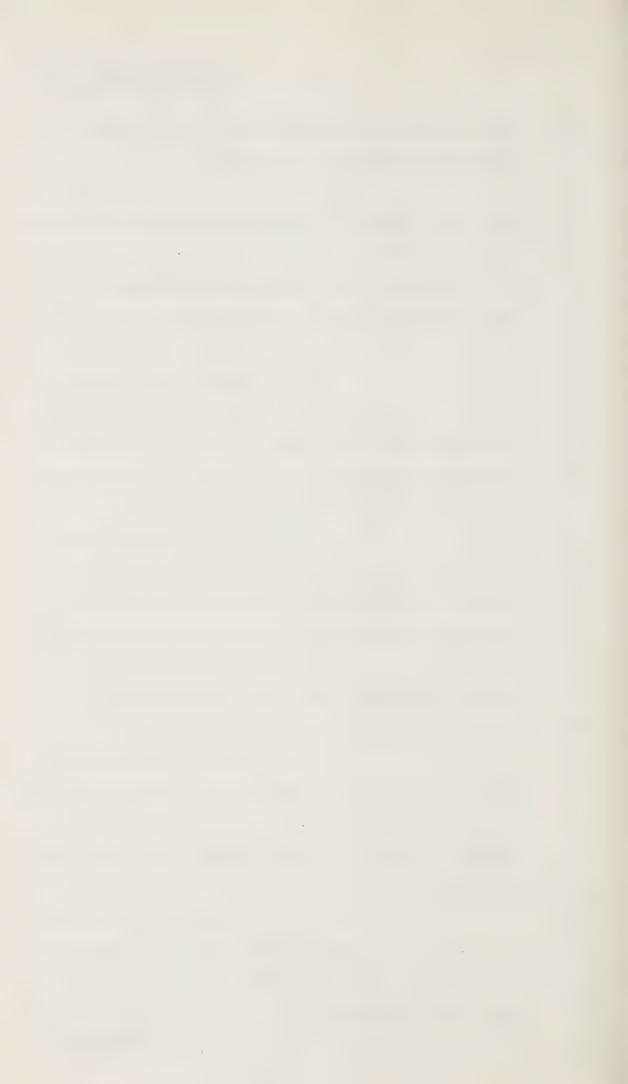
Well, simply because

there will be such a cost involved in increasing the barge system that they will have no alternative but to take advantage of it in spite of the fact that another route may in fact cost cheaper.

will be committed to the system, but I think in the process of selecting that system there will be a pretty good assessment of the likelihood of somebody coming along later with a better offer, and my judgment right now, under the circumstances that prevail, the barging is the preferred mode.

Q I see. Is it generally correct in taking cost estimates of tramportation that ocean-going travel, anything you can send by ocean freight is going to be much cheaper than either rail or trucking by land?

A I don't -- I'm not too sure where ocean competes with rail in the model. If you're talking deep water ships, the ships don't go up into the Arctic.



Dau, O'Rourke, Williams Cross-Exam by Veale

it's still a Skagway docking point, which would be a deep water ship.

A But I don't know that a ship arriving at Skagway is competing with what?

Q Well, it's competing with rail from Vancouver.

A No, because when the ship gets to Skagway the pipe still has to go somewhere.

You have a ship move to Skagway, you have a ship move to Vancouver. From both of those ports you have a continuation to make. One of the points that --

Q But surely you can separate the 35 mile railway from a 2,000 mile railway and that would be about the difference between the Skagway Railway and the Vancouver to Hay River railway.

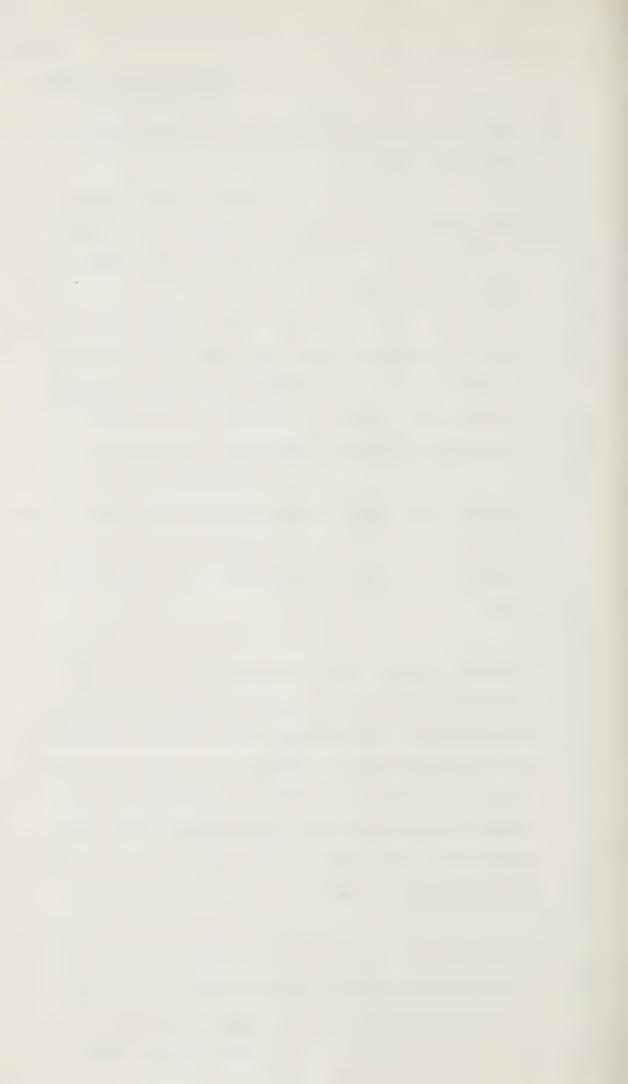
A But it isn't entirely railway. Skagway, as I understand it, is not well equipped for handling shiploads of pipe, and in our conversations with the White Pasa & Yukon Railway they warned us, alerted us, advised us that there would be some dock improvements required before they could handle large quantities of pipe through that dock.

On the other hand, the Port of Vancouver can take a shipload of pipe today.

Q Yes, on the other hand too, Hay River is going to require vast improvement to take that amount of pipe as well.

A Yes.

Q Now, we have been



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Dau, O'Rourke, Williams Cross-Exam by Veale

speaking about delivery of pipe. Now let's change the focus to other equipment and supplies. Does that change the cost estimate picture? I'm assuming that no change is required in do cking facilities and this sort of thing.

A You're talking of the delivery of other materials and supplies from where to where?

Q I'm assuming you're supplying the interior route now.

A O.K.,

Q And we're trying to determine the trade-off between barging down from Hay River and taking the Skagway-Dempster Highway route.

Α O.K. The fuel requirements for the interior route in our judgment at this time would have to be supplied from Edmonton, and that would require moment via Hay River, we feel. The contractors' equipment and camps for the interior route would come from several points along the Mackenzie River by way of a transfer. So they are just not able to move via the Dempster route, from the south end of the Dempster, that is. Compressor stations, the small amount that there are, generally come from Eastern Canada or Eastern U.S. and would probably route through Edmonton-Hay River. A lot of the lesser pipeline materials would route somewhat the same way, coming from the east up through Edmonton and Hay River.

In general, I think it's mainly the pipe that you tend to look at as being able



Dau, O'Rourke, Williams Cross-Exam by Veale

to move via either route. Does that answer your question?

THE COMMISSIONER: "It's mainly the pipe that you would tend to look at in the move via either route." Now when you say that, are you confining gurself to the interior route from Alaska to the Travaillant Lake, or the North Slope route, the prime route or do you mean the whole of the trunk pipeline down to say Fort Good Hope?

A Now in this instance I was referring to the transportation route that would be followed for delivering pipe required in the Canadian portion of the interior pipeline system.

Q Right.

A Interior route.

O The interior route?

A Yes.

MR. VEALE: Q And in coming to the conclusion you did in the previous question, the prime factor, you say, was that the fuel originates in Edmonton, is that correct?

report together, and it may still stand, the most likely place where fuel could be purchased for the project would be in Edmonton. We did not feel that there would be any amount of fuel available in Vancouver, say, for transport up the coast.

Q You are aware that there are facilities to do that but you're just saying the volume of fuel required will probably be better out



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of Edmonton than out of any other source, is that correct?

Yukon have told us that they are the what, franchise distributors in the Yukon for Standard Oil. We know that the system is used. We know that it's used for today's volume, for today's requirement in the Yukon. But it wasn't so much a case of limited capacity of the system as one of, where would the fuel come out of the refinery?

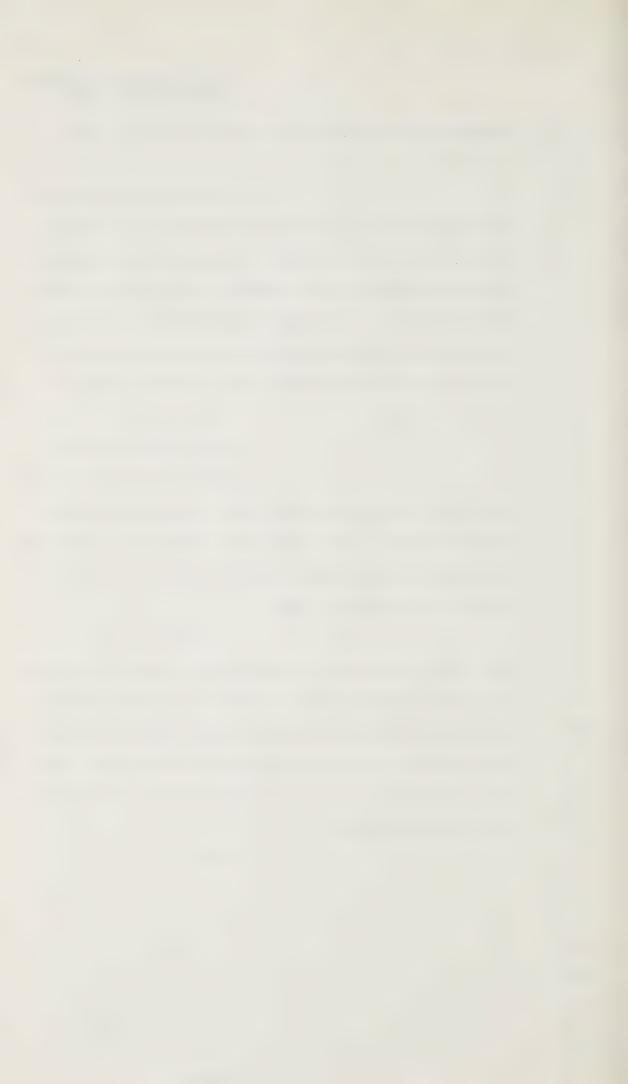
Q sorry, where would --

A Which refinery it would

come from, and if you will recall when we put this report together, this was a year or so ago, there was an energy shortage and the most likely place at that time was Edmonton for fuel.

Q So from what you've said, if I may sum up and put this to you, it appears to me that there's a lot of work to be done before Canadian Arctic Gas makes its final decision as to which route is going to be the most economical route, and I include the pipe, I'm mainly speaking of the pipe. Is that right?

A Yes.



I've sort of completed my crossexamination to this point, and I just wanted to have the ground rules clear for our return to look at the two sites, the two camp sites that are going to be provided for us in greater detail, and I just wanted to have the understanding that I assume I would be able to have a broad cross-examination on those spread camps, as I have had generally throughout. Is that a fair assessment of the situation?

THE COMMISSIONER: Yes, I think so. You're really saying to me that you haven't finished your cross-examination, and when you resume it, whenever that may be, after that material has been supplied in connection with the two camps, well as far as I am concerned, you have the right to cross-examine as if that material were here today and you were just going to carry on.

MR. VEALE: Thank you, sir.

THE COMMISSIONER: Well, we will take a five minute break for coffee and then carry on for a while longer.

(PROCEEDINGS ADJOURNED)

(PROCEEDINGS RESUMED PURSUANT TO ADJOURNMENT)

CROSS-EXAMINATION BY MR. HOLLINGWORTH:

Q Mr. Dau, in your evidence



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which was presented yesterday on page 2, you speak
of substantial financial commitments being required
for critical items. Are these substantial commitments
to be from the applicant, sir?

## WITNESS DAU:

- A are they to be --
- Q From the applicant?
- A Yes.
- Q So that I take it that
  the -- for instance, the barge and tug contractors
  on the Mackenzie system would not be prepared to go
  ahead with any building whatever, unless they had a
  commitment presumably in writing from Canadian Arctic
  Gas that their services would be utilized?

A That's my understanding, but you should speak to a policy witness of Arctic Gas on that, sir.

Q I assume the same considerations would prevail with wharves, communication facilities and logistics, to the best of your knowledge?

A That's correct, sir.

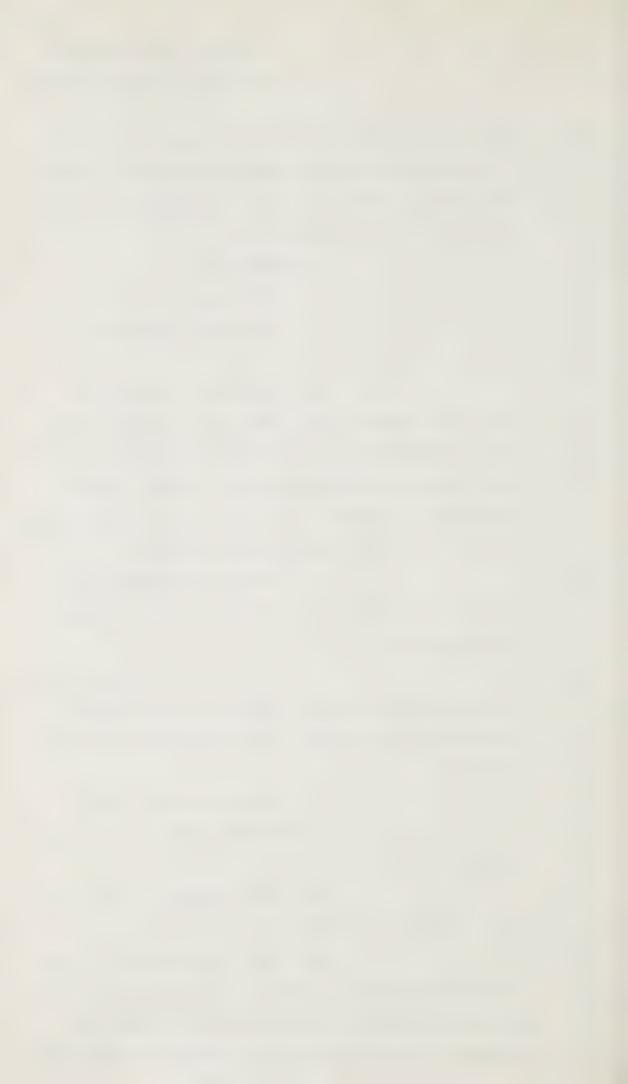
THE COMMISSIONER: What page

was that on?

MR. HOLLINGWORTH: That was on page 2, at the top, sir.

Q And are you aware of the location for building of the new equipment that would be required on the Mackenzie system? Perhaps Mr.

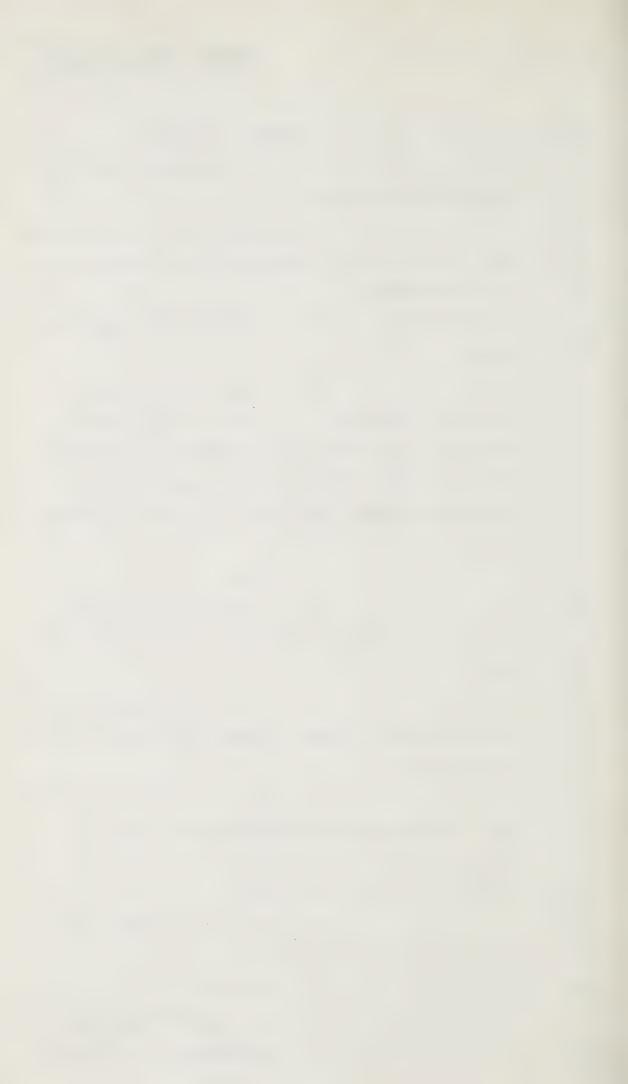
O'Rourke is better prepared for a question like that.



approximately 24 months

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1	WITNESS O'ROURKE:
2	A I missed the first few
3	words of your question.
4	Q Where would the new equip
5	ment required on the Mackenzie system, where would i
6	be manufactured?
7	WITNESS DAU: A You mean the barges and
3	tugs?
9	Q Yes', that's correct.
. O .	WITNESS O'ROURKE: A I don't think this is a
1	question I can answer with certainty at this point.
2 :	We recommended to Arctic Gas that they would have to
3 ''	buy some equipment, and left it to them to negotiate
4	for it.
5 †	Q So
6	A I understand they are
7	talking, but I don't know where it will be manufact-
8	ured.
9 1	Q So in the scope of your
o	study, you haven't gone into how much lead time would
1	be required?
2	A The lead time that we got
3	into in our study envisaged that the tugs and
4	barges would have to be built on the west coast,
5 .	either Vancouver or Victoria.
<sub>0</sub>	Q And did you study what
7 :	lead times would be required?
3	A Yes, sir.
9	Q And how much are they?



from the day on which commitments were made or the contract was signed between Arctic Gas and whichever operator was going to have the equipment built for it. In other words, if it was N.T.C.L., it would have to be 24 months from the day that Arctic Gas made their contract with N.T.C.L.

Q And this/on the assumption that the barges and tugs would be manufactured on the west coast?

A Yes, sir.

Q So that if they were to be manufactured elsewhere, then you might need a longer or a shorter lead time?

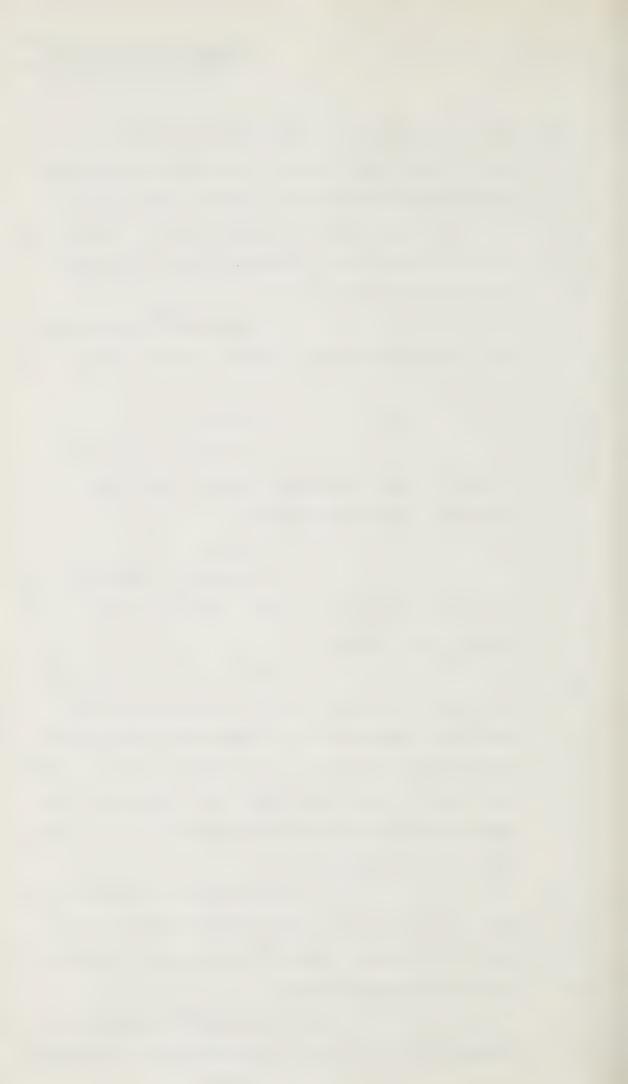
A Perhaps.

Q Because of transporting it to Hay River after you've got it manufactured, is the thrust of my question?

A Well one of the difficult parts is not so much -- well, transportation puts something in the cycle, but there are some critical components in the tugs. The reduction gear, I believe they are, that have long lead times themselves, and these contribute to the long lead time that you need for the entire fleet.

So if you were, by some bit of magic could fabricate these units in Edmonton, you would still have to commit long in advance because of the reduction gear aspect.

THE COMMISSIONER: Well, the enlarged N.C.T.L. fleet of barges, the assumption has



been that those barges would be manufactured, built
on West Coast shipyards, is that and then trans-
ported through the Bering Strait and around through
the Arctic and up the Mackenzie?

A That is the assumption that's included in our estimates right now.

## MR. HOLLINGWORTH:

Q Have you just assumed that West Coast shippards could do this manufacturing, or have you actually engaged in studies to see if they would have this capability within the lead times you've given?

A We pointed out to Arctic

Gas that this item of equipment had a long lead time

on it, and we recommended that they get an independent marine
appraisal from someone who's more inclined than we were, or marine knowledgeable than we were, put it that way.

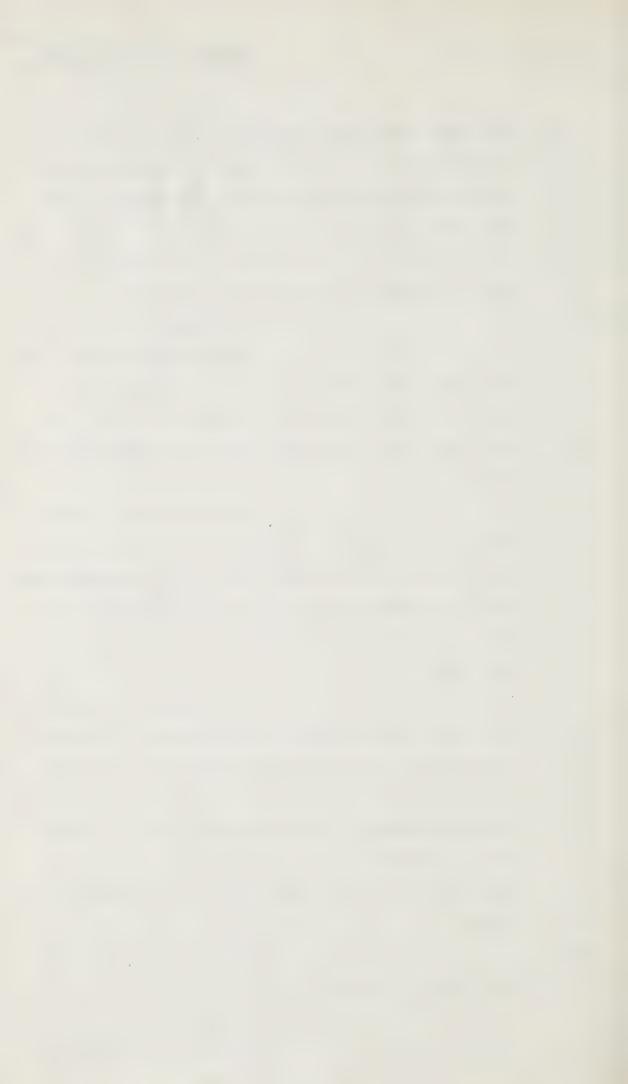
Arctic Gas did have this study done, done through Northern Engineering. It was done by an outfit called Incan, and they canvassed the shipyards around the world, to see whether they could be built elsewhere. They concluded that the units would -- within the conditions at the time of their examination, that the west coast was the preferred place.

THE COMMISSIONER: That's the west coast of Canada, is it?

A Yes, sir.

Q Vancouver and Victoria?

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1	A Yes, sir.
2	MR. HOLLINGWORTH:
3	Q Mr. O'Rourke, as I under-
4	stand it, you're not an employee of Northern Engineer
5	ing, nor are you an employee of Canadian Arctic Gas,
6	but rather Canadian National Railways?
7	A Yes, sir.
8	Q And the evidence which was
9	presented yesterday by your panel states on page 4
LO	that Canadian Pacific and Canadian National were
1	retained in January of 1973 by Northern Engineering.
2	Is it your retainer that's being spoken of in that?
.3	A Pardon me?
4	Q Is it your retainer that's
.5	being spoken of in that sentence?
6	A Yes, sir.
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## Dau, O'Rourke, Williams Cross-Exam by Hollingworth

	Cross-Exam by Hollingworth
part in the same of the same o	Q Have you in fact been
2 !	workingon this project prior to that?
3	A Yes sir.
4	Q And who were you retained
5	by at that time?
6	A The work that we were
7	doing by ourselves, that is Canadian National, we
8	were doing for the former Gas Arctic Group, we were
9	a member of that group at that time.
10	Q So in essence
11	you continued at the time that Northern Engineering
12	came along in January of 1973 and retained you, is
13	that a fair statement? Your retainer was in essence
14	continued by Northern Engineering.
15	A Canadian Pacific also
16	came into the picture at that point, or just prior to
17	that.
18	Q Are all the facts and
9	figures which you're presenting today as a result of
20	a study jointly with Canadian Pacific, because I notice
21	they don't have a representative on the panel.
22	A Just to explain, the
3	linear programming model that I referred to, we in C.N.
4	retained proprietory rights to that, but we did use
15	the model to develop the cost in the reports, some of
6	the costs.
7	Q But Canadian Pacific has
8	no outlet to Hay River, has it?
9	A That's right.

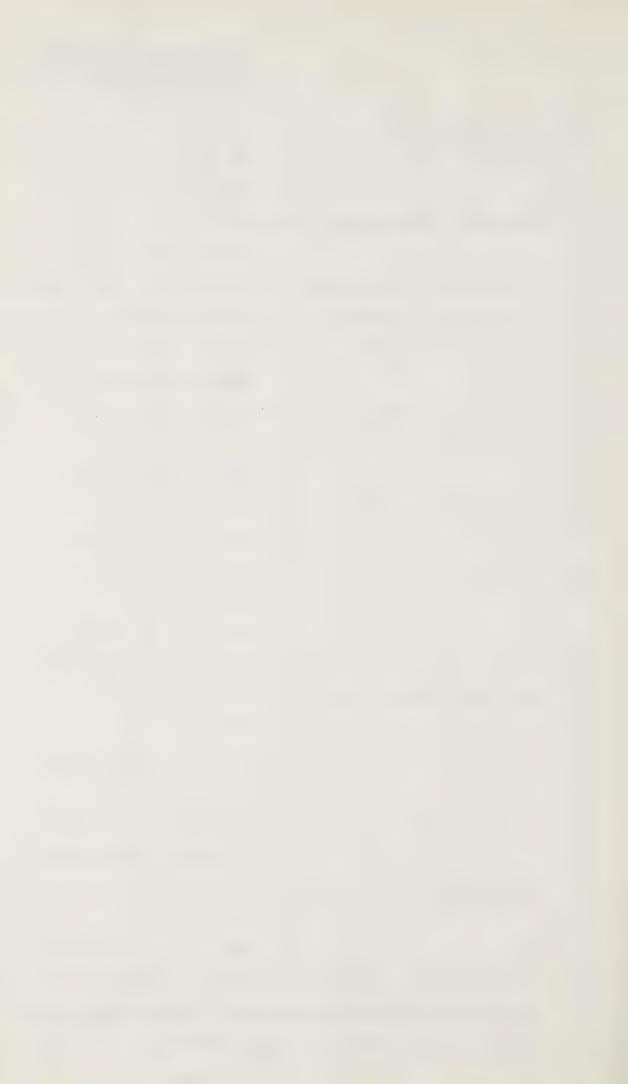
Q

It's only Canadian National



# Dau, O'Rourke, Williams Cross-Exam by Hollingworth

that does.		
	А	Yes sir.
	Q	Does Canadian Pacific
actually extend north (	of Edmo	nton?
	A	Through their joint
ownership of the North	ern Alb	erta Railway, their service
if you will, can reach	as far	as Roma Junction, which is
just near High Level	- Peace	River, pardon me.
	Q	What was the specific
assignment given to you	ı by No	rthern Engineering in
January of 1973?		
	A	Can I read off what
was read yesterday?		
	Q	That's it in a nutshell,
is it?		
		That's it.
		Well, let me rephrase
that. Your study was t	co exte	nd beyond the Canadian
National system, I take	e it.	
	A	Yes sir.
	Q	Or the Canadian Pacific
system.		
	A	Yes sir.
	Q	Is Northern Engineering
being charged a fee for	your :	services?
	A	Yes sir.
	Q	And in the event that
your company's routes a	re favo	ored over those of other
companies, are there ar	y econo	omic considerations given
by way of rate structur	e to t	he shippers?



# Dau, O'Rourke, Williams Cross-Exam by Hollingworth

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A Would you repeat that

again, please?

well, let me break it down to a few points. You've got published rates that railways work under, is that right?

> A yes sir.

And you've used these and comparative cost studies with other routes such as the one Mr. Veale was discussing with you earlier on over the White Pass & Yukon Railway. Is there any possibility of a reduction in these tariff rates being given in the event that a contract is let to Canadian National rather than to take a shorter route?

Α The rail rates that we have used in our study was put together by both C.N. and C.P. rate sections in Montreal. They were agreed upon by the two railways. I am not -- this is a difficult area -- I'm not too sure if we would get into a bad situation. Let me think about that.

In your comparative studies where you come up with a conclusion that economically it is more viable to go through Hay River than through say Skagway over the White Pass & Yukon Rail way are you using the published tariffs that are now available that are used by all railways?

A There are no published tariffs from a point like Welland, say, to a point like Hay River because that move has not existed until So we've had to get from the Rates Departments



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## Dau, O'Rourke, Williams Cross-Exam by Hollingworth

in both railways a scale of rates that is compatible with the type of rates that they would publish, or is the same as what they would publish if they were formally asked to produce these rates.

THE COMMISSIONER: Well, don't you have rates from Edmonton to Hay River?

happened from Edmonton to Hay River, we would probably have a rate. I can think of the pipe that moved either for the Sans Sault or the Inuvik test-site, one of them moved by rail, I believe, and in the process of moving by rail that c\_reated a rate. But there has not been a pipe move from Welland, say, to Hay River.

To my knowledge there has not been a pipe move from Vancouver to Hay River, so there has not been a necessity for quoting a rate between those points.

Q Wall, azen't rates determined basically by the cost per mile of shipping something?

A I think I've run out of expertise on this, quite honestly. I'm not a rate man.

MR. HOLLINGWORTH: Q Well,

isn't there a rate in existence from Welland to Edmonton, say?

A Pardon me?

Q Isn't there a rate in existence for pipe from Welland to Edmonton, for instance?

A I don't honestly know.



Q

25 |

Dau, O'Rourke, Williams Cross-Exam by Hollingworth

Do	you	want	me	to	find	out	for	you?
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Q Yes, if you wouldn't mind, please.

THE COMMISSIONER: You asked CP and CN to simulate rates for pipe then, did you?

Do I understand you?

A Yes sir, we had to have rail rates from Welland to points Edmonton and north, and to a few points around the prairies.

Q Well, did they simulate it jointly, or did they each go off by themselves and come back and --

A Their method is to each put together a scale of rates and then get together, compare their joint proposals, compromise as required, and issue a scale of rates to which they both sign.

Q So you get one rate out of C.N. and C.P.

A Yes.

Q So the fact that the two might have come in with different rates is out of the picture by the time they get together with the customer, is that right?

A This is standard practice.

Q No, but I'm just asking you the question. Do I understand your answer to be that Canadian Pacific and Canadian National get together in private, compare the rates that they have got apart and arrived at separately, then do a little compromising and come up with a single rate and go to the customer?



30

# Dau. O'Rourke, Williams th

	Cross-Exam by Hollingwor
1	Is that what I un derstood your answer to be?
2	A Yes.
3	MR. MARSHALL: Well, Mr.
4	Chairman, this witness has said he's not an expert on
5	how the railroads determine their rates. There is a
6	question of regulation of rates of railways and so on.
7	MR. HOLLINGWORTH: Mr.
8	Marshall, I don't want to cut you off but I'm not
9	going to pursue it any further, so you don't have
10	to concern yourself.
11	THE COMMISSIONER: C.N. and
12	C.P. can take care of themselves.
13	MR. MARSHALL: I'm sure
14	they can.
15.	(LAUGHTER)
16	MR. HOLLINGWORTH: They always
17	have, they demonstrated that capacity in the past.
18	Q Now continuing with you,
19	Mr. O'Rourke, on page 3 of the evidence which was
20	presented yesterday, it's stated at the bottom,
21	"The Section from Richards Island to the
22	Mackenzie River crossing near Fort Simpson
23	• will require about 950, 000 tons of material
24	and equipment to be moved in support of the
25	two winter construction seasons."
26.	Looking at also the material handed out yesterday as
27	a single sheet called
28	"Classification of material tonnages to be
29	transported in Canada north of the 60th Parallel"

-- do you have that document, sir?



26 :

## Dau, O'Rourke, Williams Cross-Exam by Hollingworth

I add up the totals for '76, '77, and '78 and we can ignore for the moment what years they would be, let's call them the first three years, and come up with a figure of 1,358,000 more or less.

A Yes.

Q Has that entire 950,000 tons been moved in in that time? Is that included in this larger figure?

A Offhand I would think so.

Q So that there 's another 400,000 tons in addition to the material required for the Richards Island to Fort Simpson leg.

A No, I think this table here includes a portion of the Prudhoe Bay lateral.

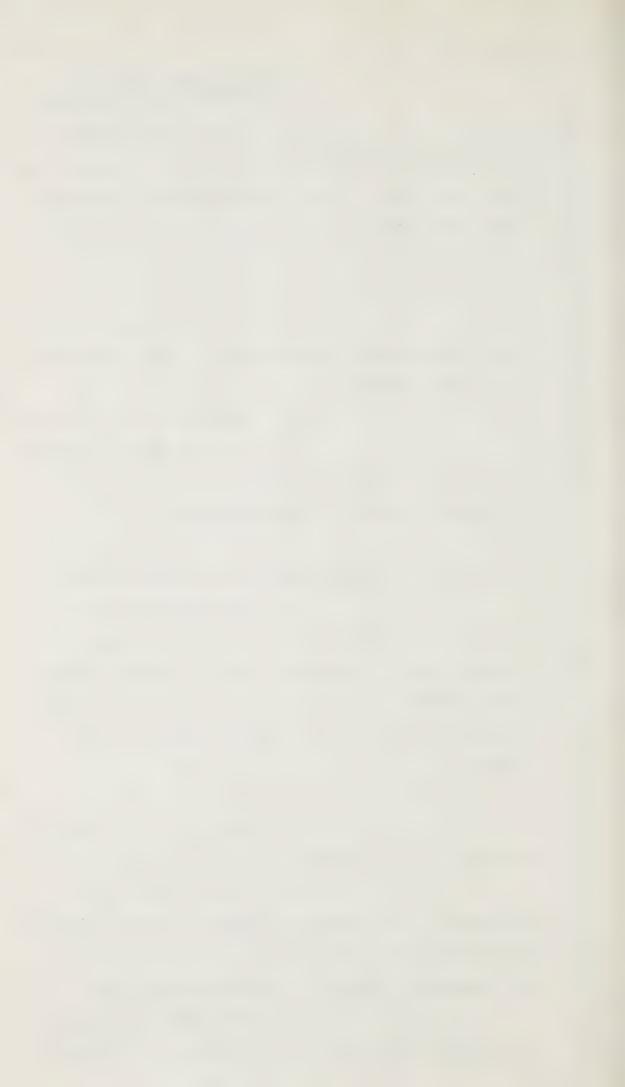
Q No, that's what I said,
I'm sorry. I'm not speaking very clearly today, I
recognize that. I said that there is another approximately 400,000 tons shipped in, that's in addition to
what is required between Richards Island and Fort
Simpson.

A Yes.

Q And is that -- does that represent the requirement for the Prudhoe Bay leg?

A I don't know if I can be precise on the numbers. In general I would say that the 400,000 that you're looking at is associated with the Canadian portion at Prudhoe Bay Lake.

Q Then there is a figure for the next year, 1979, of 475,600, which includes



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Dau, <u>O'Rourke</u>, Williams Cross-Exam by Hollingworth

a substantial amount of pipe. Where basically is that tonnage going?

A That is for the Prudhoe
Bay link.



ARREST SHOORT NO LITUR FORNAL STOLENGER

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I am wondering if we are not getting tangled up a little bit here by that 950 thousand tons covering only from Richards Island to the Mackenzie River crossing, there is still some tonnage from that crossing to the border, the 60th Parallel, and I think that that tonnage is in this other statement.

THE COMMISSIONER: What is the statement you're looking at now, Mr. O'Rourke?

A It's one of the view graphs that was presented yesterday.

MR. HOLLINGWORTH: It was given out yesterday, sir, it's a figure --

THE COMMISSIONER: This is it,

isn't it?

MR. MARSHALL: I believe it's

Exhibit 110.

MR. HOLLINGWORTH: 110, Mr.

Marshall?

MR. MARSHALL: I think so.

MR. HOLINGWORTH:

Q Well, what is the tonnage required on the Alaska-Yukon -- from the Alaska-Yukon border to the main line at Travaillant Lake?

I have here a figure of 468,000 tons. Would you agree with that?

A One of us got a couple of digits backwards. Wait til I do it again. You're right.



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#### MR. HOLLINGWORTH:

Q Well that figure is very close to the figure on this Table of 475,000 tons given in 1979. Is that purely by coincidence, or would most of the Prudhoe Bay lateral material be moved in in that year?

I think on years. If you'll refer to -- the view graph in the years '78 and '79 is moving material for the Prudhoe Bay lateral, whereas on the page in the exhibit or in the application, the columns are headed '77 and '78. I would guess it's more coincidence than anything that there's a similarity.

Q Has a tonnage been worked out for the Prudhoe Bay lateral in the event the interior route is used?

A Yes, sir.

Q Are you aware of what it

is?

A I'm not sure whether this
Will come out quickly or not. It will take me a little
time to do it. Do you want me to do it now or later?

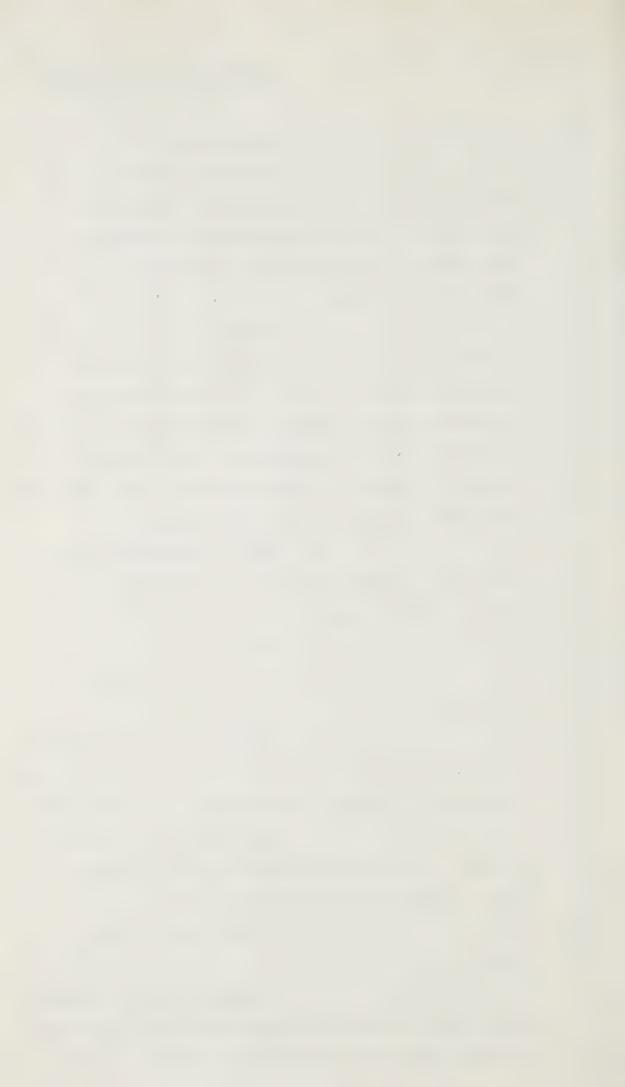
O No, that's fine, leave it
for now. Are you aware whether it would be more or

less or approximately the same though?

A I think it's a little

more.

Q I believe in your responses to Mr. Veale you said that that would be shipped into Hay River, then down the Mackenzie system to Arctic



30

coastal route?

1	Red River, and then over the Dempster Highway, is that
2	right?
3	A For the Canadian portion?
4	Q For the Canadian portion?
5	Which would be for slightly more than or more than
6	468,000 tons. Is that right? That's what you have
7	said.
8	A When you were asking me
9	before whether it would be more or less tonnage,
10	the interior coastal coastal versus the interior,
11	I was picturing the total mileage for that lateral.
12	And I said that I felt there would be more tonnage on
13	the coastal route than on the interior, but that is
14	for the total mileage or vice versa, I'm sorry.
15	I felt there would be more
16	tonnage for the interior route than the coastal, but
17	I was including the total mileage of that lateral.
18	What the tonnage break is at the Alaska-Yukon border
19	and how it affects the comparisons, I can't give you
20	a guess right now. I would have to do some work.
21	Q So you're now saying you
22	don't know whether the tonnage is more or less for
23	the interior route over the coastal route for the
24	portions within Canada?
25	A That's right.
26	Q Were you planning to move
27	the Alaskan portion of the coastal route along the
28	Mackenzie system and along the coast?
29	The Alackan portion of the

be more oastal, but lateral. ukon border 't give you me work. saying you less for for the ing to move along the laskan portion of the



1	Q Yes?
2	A That would come in via
3	the Bering Sea route in the plan we put together.
4	Q. Now going back for the
5	moment to the interior route, you told me and
6	Mr. Veale that the unloading would be at Arctic
7	Red River. Have plans, alternate plans been formulated
8	the for/substantial wharf facilities that would be re-
9	quired at Arctic Red River?
10	A Not in detail.
1	Q Has a location been form-
.2	ulated?
. 3	A No sir.
.4	Q It's not known whether it
.5	would be at or near the community of Arctic Red River?
.6	A Not at this time.
7	Q Do you know approximately
. 8	how many people would be required at such off-loading
.9	facilities?
0	A At this point I would guess
1	that the numbers would run about the same as other
2	points along the river and that is ranging from 50
3	to 100 men.
4	Q Well let me get this
5	straight. At other points along the river, aren't
6	you just unloading a single spread at a time?
7	A Where?
8	Q Well at any of the wharving
9	sites up or down the Mackenzie, say at Fort Simpson?
0	Are you not unloading material required for one



- 1	
1	spread only?
2	A Some of the points along
3	the river, where materials are to be delivered by
4	barge will actually serve two spreads.
5	Q All right, two spreads.
6 !	A Now
7	Q Would any of the points down
8	the Mackenzie offload material for more than two
9	spreads?
	A I can't recall any.
1	Q How many spreads are there
.2	on the interior route?
. 3	A From the border
. 4 1	Q From the Alaska-Yukon
. <del>.</del>	border to Travaillant Lake?
6	A I will have to check.
.7 .	Four.
3 1	THE COMMISSIONER: That's over
9	the interior route, is it?
5	A The Canadian portion of
1	the interior route, sir.
2	MR. HOLLINGWORTH:
3	Q So there are twice as many
4 1	spreads being unloaded at Arctic Red River than at
5 .	any other point along the Mackenzie River, is that
6	right?
7	A At least one of the spreads
8 1	has some of its material discharged at the projected
9	stockpile point north of Arctic Red River.

Q One of the interior route



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1	spreads?
2	A Yes, sir.
3	Q Has it stockpiles I'm
4	sorry, would you repeat your answer?
5	A Spread D works immediately
6	west of station MO3 on the interior route, and we
7	plan to have a barge discharge point at what we
8	referred to as River Milepost 902 or 905. That point
9	is down-river from Arctic Red. That would be a point
.0	that would have been already established ahead of
1	Arctic Red.
2	Arctic Red we see as a transfer
3	point, not so much a stockpiling point.
4	Ω Well it's still a fact
5	that spreads for the interior route would be unloaded
6	at Arctic Red River, isn't it?
7	A Yes, sir.
8	Q How many spreads? Are you
9	now saying three or
0	A I'm saying three and a
1	bit.
2	Q Three and a bit.
3	A Equivalent to three and a
4	bit.
5	Q And you said before that
6'	the tonnage required for the coastal route in Canada
7	was 468,000 tons, and you weren't sure if the interio
8	route was more or less in the final analysis, but

let's for argument's sake say it's less, isn't it

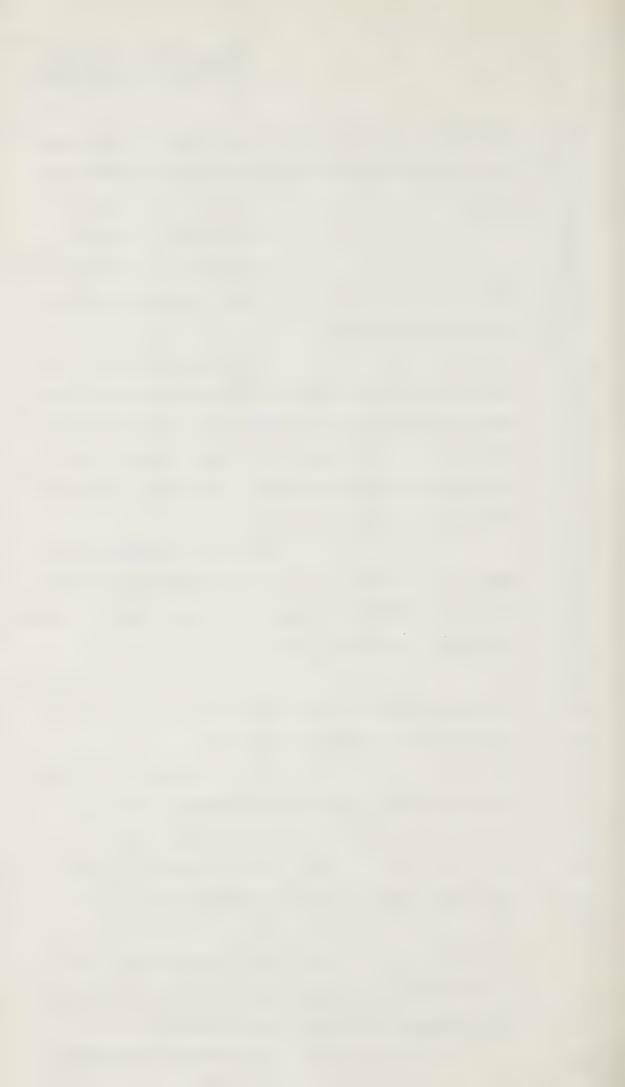
a fair statement that a very substantial tonnage is



	being off- loaded at Arctic Red River in comparison
	to any other unloading facility down the Mackenzie
	River?
	A It's a fair statement.
	Q So isn't it a fair assumpt-
	ion that you would need more than the normal number
	of men to do this job?
	A Not necessarily, the men
V	wouldn't all necessarily be at Arctic Red River, bec-
č	ause as I said it's a transfer point and not a stock-
I	pile point. We envisage a straight transfer from
k	parge to trucks and the trucks would move across the
]	Dempster Highway to the west.
	Q Well, do you me an to say
ŧ	that a truck could pull up, be loaded and be on its
W	ay in a minimum time span, but no one would be staying
õ	around this unloading site?
	A The material would go from
]	parge to truck, and the truck would go at least 30
]	miles inland to stockpile points.
	Q But I presume that a barge
(	can unload many truckloads of material, can't it?
	A You presume which?
	Q That a barge can unload or
(	carry many, many truckloads of material?
	A Yes.
	Q And I presume too, that
	the unloading of a barge would go more quickly than
	the reloading and taking away by truck?

Α

You could unload direct



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1	fro	m barge	to	truck	
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Q There would be that number of trucks sitting there ready to go with this material is this what you're saying?

A Yes.

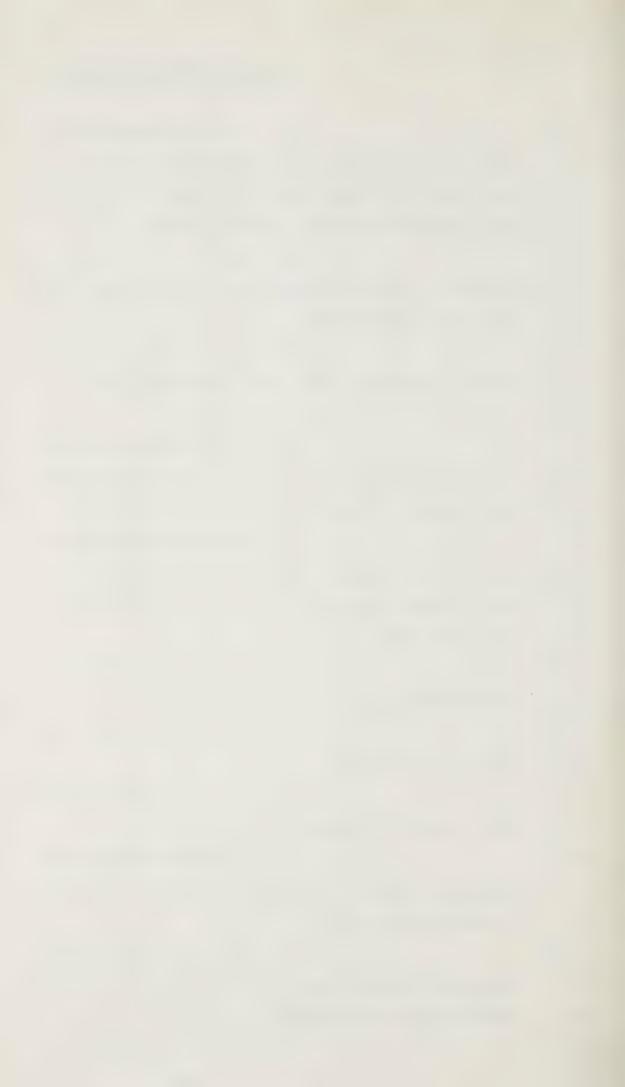
Q Well let's get this truck onto the Dempster Highway. What are the load provisions on the Dempster Highway?



# Dau, <u>O'Rourke</u>, Williams Cross-Exam by Hollingworth

1	A It's our understanding
2 ,	that with the exception of a few bridges in the
3 :	south end, the highway and the bridges will be built
4	for 76,000 maximum gross vehicle weight.
5 ;	Q Do you know
6	how much a vehicle capable of such gross weights would
7 ;	weigh as a net weight?
8	A In the area of 40,000
9	pounds, depending on the type of trailer, type of
10	tractor.
11	Q So by subtracting that
12 !	from the gross vehicle weight you get 36,000 pounds,
13	and I assume that would be its load capability.
14	A There must be something
15	wrong with my numbers because I'm quite sure that
16	some trailers are capable of hauling 40,000 pounds on
17 }	roads like this.
18	Q Well, it's 40,000 at a
19	maximum anyway, is it?
20	A At a maximum for this
21	type of traffic, yes.
22	Q Now, what length will the
23	pipe be that's transported in this fashion?
24	A I think we've already
25	said they would be mainly 80-footers, but they could
26.	be some 40's and 60's.
27	Q Well, I understood the
28	evidence in chief to say that 40-foot joints would be
29	welded together at Hay River.
30	A Mr. Dau said that

A Mr. Dau said that



24 1

25;

yesterday. I think he also said later in the day that there could be some 40's.

Q Would there also be 80-foot joints coming through Hay River prebuilt that way? I'm sorry if I didn't understand that point yesterday, Mr. Dau. Are there 80-foot joints coming through as is from the factory?

WITNESS DAU: What I tried to explain was that it depends on the terrain. If you're in a mountainous terrain with very rugged relief, on the right-of-way, you would not utilize 80-foot pipe throughout. If you re on very level terrain, you would have a great desire to utilize the longest joint of pipe that you could get, that could be 80 feet.

Now the question as to whether all of the pipe is going to be 40, 60, 80, or what proportion, I don't think has been determined. I am pretty sure that there will be 40's, 60's, and 80's moving.

THE COMMISSIONER: You said yesterday, didn't you, Mr. Dau, that the capacity of the mill to manufacture 60 and 80-foot lengths is dependent on their using the spiral welding process.

A Yes sir. The 80-foot pipe, as I understand it, would have to be spiral weld pipe. It's my understanding that there are mills that can make 40 and 60-foot pipe with a longitudinal weld.

MR. HOLLINGWORTH: Well then would it be a correct assumption that 80 and 60 and 40+



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foot lengths would all be moving down the Dempster Highway on truck?

A I would think so, yes.

Q Are there any length restrictions on the Dempster Highway, Mr. O'Rourke?

WITNESS O'ROURKE: Any restric-

tions in the length of pipe you can carry --

Q On the total truckload,

A The overall length is

probably an 80-foot limitation with some provision for getting overlength permits.

Q And would you be relying on getting over-length permits for the 80-foot joints that you were moving?

I know we based our trucking costs on the basis of hauling two 40's or one 80, but I can't recall if we specifically said to ourselves, "We would be hauling 80s" We did assume that there would be some 80-foot pipe hauled, that we would be able to get -- make arrangeme nts with the Highway Authorities for this type of haul.

Q I think you just answered my next question. How many of these joints would each truck carry?

 $$\rm A$$  We did our costing on the basis of hauling two 40's or one 80, which puts us within legallimits.

Q And what about 60?

A 60's we didn't cost.



Dau, O'Rourke, Williams Cross-Exam by Hollingworth

MR. HOLLINGWORTH: Mr. Commissioner, this might be a convenient time to cut off proceedings today, if you feel so inclined.

THE COMMISSIONER: We'll adjourn until nine o'clock tomorrow morning.

(PROCEEDINGS ADJOURNED TO APRIL 23, 1975)

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